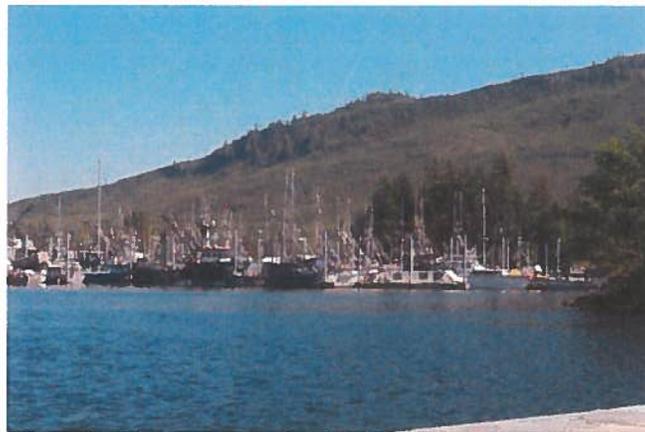




Budget Fiscal Year 2017



**City Council
May 2016**

CITY OF CRAIG

ORDINANCE NO. 685

PROVIDING FOR THE ADOPTION OF THE FISCAL YEAR 2017 OPERATING BUDGET

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CRAIG:

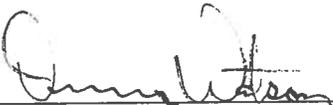
Section 1. Classification. This ordinance is a non-code ordinance and is not of a general and permanent nature and shall not become a part of the code of the City of Craig, Alaska.

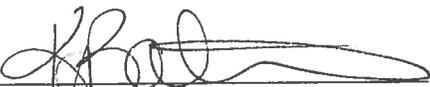
Section 2. Effective Date. This ordinance shall become effective July 1, 2016.

Section 3. Authorization and Appropriation. The appropriations identified in "Attachment A" hereto are adopted and authorized for the period of July 1, 2016 through June 30, 2017 and are the budget for that period. The Administrator may modify line item expenditures within an authorized appropriation to another line item in any amount which would not annually exceed ten (10) percent or \$10,000, whichever is more.

Section 4. Unexpended Balances. All unexpended balances lapse as of June 30, 2017.

APPROVED this 19th day of May, 2016.


MAYOR - DENNIS WATSON


ATTEST: KASSI BATEMAN - CITY CLERK



Ordinance No. 685

ORDINANCE 667
FY2008 OPERATING BUDGET APPROPRIATION

ATTACHMENT A

General Fund Revenues	\$ 3,402,860	
Transfer in: Endowment Fund	178,280	
Prior Year Fund Balance	0	
Total		\$ 3,581,140
General Fund Expenditures		
Administration	637,579	
Aquatic Center	544,315	
Council	147,621	
EMS	170,264	
Facilities & Parks	276,463	
Fire	15,606	
Library	129,437	
Planning	91,117	
Police	931,479	
Public Works	289,110	
Recreation	98,849	
Pt. St. Nick Hatchery	45,000	
Total Expenditures		3,376,840
Operating Transfer (In) Out		
Enterprise Fund	26,300	
School Financing	188,000	
NFR Road Funds	(10,000)	
Total		204,300
Total General Fund Expenditures & Transfers		3,581,140
Excess of Revenues/Transfers over Expenditures		\$ (0)
Enterprise Fund Revenues		
Cannery	2,000	
Harbor	268,500	
JTB Industrial Park	409,031	
Garbage	290,000	
Wastewater	275,000	
Water	260,500	
Total		\$ 1,505,031
Transfer In From General Fund	26,300	
Total		\$ 26,300
Enterprise Fund Expenses		
Cannery	5181	
Harbor	248750	
JTB Industrial Park	325250	
Garbage	309544	
Wastewater	315468	
Water	327138	
Total		1,531,331
Excess of Revenue/Transfers over Expenditures		\$ -

**CITY OF CRAIG
MEMORANDUM**

To: Craig City Council
From: Jon Bolling, City Administrator
Date: April 27, 2016
RE: Proposed FY 2016 City of Craig Operating Budget

Attached you will find the proposed City of Craig operating budget for FY 2016. A summary of budget is provided below.

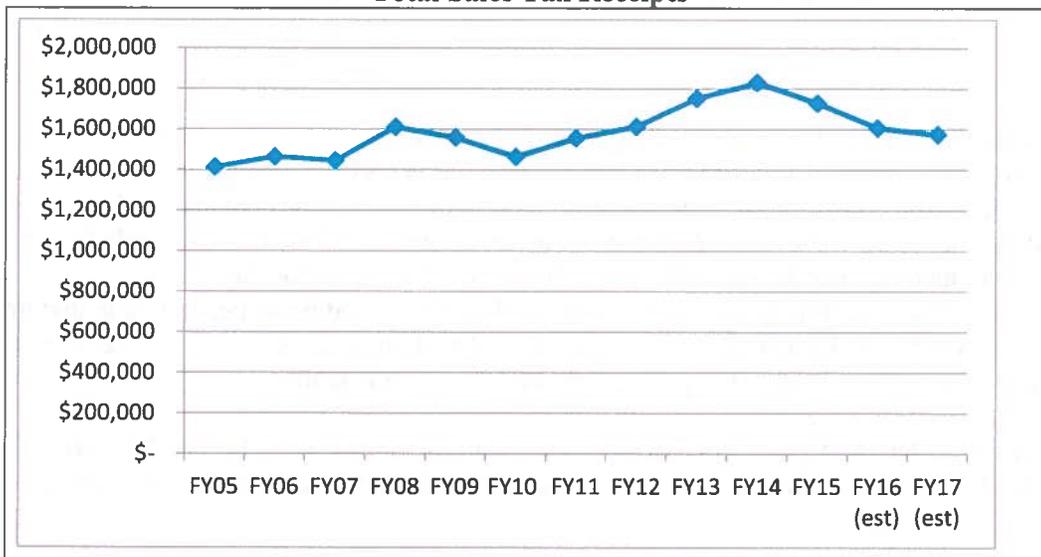
A. Revenues

Sales Tax

As the council is aware, sales tax revenues make up the bulk of locally generated tax receipts. The estimated amount of sales tax receipts is one of the variables in the budget that staff must pay close attention to when planning the coming year's budget.

The city has been fortunate in recent years to see increasing sales tax receipts. The table below shows past actual, and current and next fiscal year's estimated receipts.*

Total Sales Tax Receipts



*Note: I have corrected this chart from the one provided to the budget committee.

Receipts climbed steadily between FY 2010 and 2014. For the purposes of budgeting, the city has consistently assumed a slight drop in sales tax receipts each year, and fortunately the actual receipts have exceeded the revenue estimate since 2010. To date for the current fiscal year, however, sales tax receipts are trending behind the prior year by about ten percent. Even so the city is likely to meet its estimated sales tax receipt target for the current fiscal year. Still, the cautious approach is to estimate lower receipts for the coming fiscal year, which is what you will find in the estimated budget, with staff estimating sales tax receipts of \$1,452,000. If the trend toward lower sales tax receipts continues it may cause real problems for us, especially in light of the fact that the loss of municipal revenue sharing dollars from the State of Alaska is a realistic danger over the next several years.

average for Southeast Alaska, but the market price was low. Still, with current year's receipts well above the \$250,000 budgeted amount, next year's estimate of \$250,000 is reasonable.

2. State Revenue Sharing

The State of Alaska has funded the municipal revenue sharing program the past decade or so. The program is now based on a formula where one third of the Revenue Sharing Fund is paid out to communities each year, with the Alaska Legislature, hopefully, appropriating the same amount to the fund each year. This approach allows communities in Alaska to prepare for reduced revenue sharing amounts in the subsequent two years in the event that the legislature fails to appropriate funding to the program in any given fiscal year. Given the sobering—indeed, dire—financial picture at the state level this year (and likely next year) it is quite possible, perhaps even likely, that the Alaska Legislature will not replace the money drawn from the fund. The House Finance Committee is moving in this direction now, and the State Senate is likely to follow. At this point it appears that Craig will take in about \$96,000 in municipal revenue sharing in the next fiscal year. That represents a cut of about a third compared to the current year's receipts. Governor Walker had proposed a cut to the program in the budget he sent to the legislature, but his proposed reduction was much less. If the legislature does not replace what is drawn from the fund then cities across Alaska will have to prepare for an even more substantial reduction in revenue sharing payments in Fiscal Year 2018. Like everything else subject to state legislation, we will know more about state program funding when the legislature adjourns.

3. Contract Jail Payments

The city holds an agreement with the State of Alaska to operate a contract jail facility at the Craig Police Department. Funding for the program was cut sharply for the current fiscal year, but the high man days in the Craig jail resulted in Craig having to endure a much lower cut in payments than a number of other communities, although our own cut was substantial. While we are told by the Department of Corrections to expect in FY 2017 what we received in the current fiscal year, it is possible that a reduction could be forthcoming. Craig's jail continues to be very busy, and its man-days of use relative to the number of allocated beds is very high.

4. Payment in Lieu of Taxes

Staff plans for a \$30,000 reduction in PILT payments for the coming fiscal year. The program may be subject to sequestration in Congress, and even if it is not the risk of a lower appropriation to the program in the coming fiscal year prompts me to reduce our estimated receipts.

City staff does propose some rate increases for FY 2014. Those are detailed below in Section C.

B. Expenditures

Some details on FY17 expenditures are provided below.

Cost of Living Adjustment

The proposed FY17 operating budget includes no cost of living adjustment for city employees.

support is contrary to the practice the city has adopted since 2011, and a big step backward in our goal to move toward having \$550,000 in city General Fund revenues available for school support each year. Even so, I would rather make this downward adjustment to what we will pay into school reserve fund and as a result largely maintain the city's staffing and service level.

The city's state-mandated minimum contribution to the school district is about \$383,000 in the current fiscal year. As noted above the city provides the district \$550,000 in cash, and also provides a number of in-kind contributions. The statutory funding cap for school support for Craig is about \$1.25 million.

C. Proposed Rate Changes

Monthly Water and Sewer Rates

The water and sewer departments are projected to finish with a deficit next fiscal year. The change in how the city bills for its water and sewer services three years ago has led the city's utility customers to reduce their consumption of water. In addition, the fact that Silver Bay Seafoods is unlikely to operate this summer sharply reduces our projected revenues for both water and wastewater departments.

When the rates were increased three years ago the City Council authorized increases in the utility rates by two percent per year for each of the next five years. For the past two years, however, staff did not implement the increase. Given the shortfall now facing the departments I propose increasing the water and sewer rate by two percent. While this increase will not bring the departments back to a zero deficit for FY17, it will improve the financial position of the departments while staff continues work on the expense side of the operation. Staff will likely present a two percent increase in these rates for FY 2018 as well.

Harbor Rates

The proposed budget includes a ten percent increase in moorage rates, plus adjustments to other Harbor Department fees. These rates will be presented to the council by resolution for your consideration. The increase allows the harbor department budget to finish with a projected surplus for FY 2017.

D. Long-Term Finances

Long-Term Debt

The city currently holds the following long-term debt, and funds that debt using the annual payments schedule shown below.

<u>Debt</u>	<u>Balance</u>	<u>Annual Payments</u>
Aquatic Center Bonds	\$1,755,000*	\$136,500*
Wastewater Treatment Plant	\$ 231,250*	\$ 59,997
Water System Improvements	<u>\$ 375,630*</u>	<u>\$ 23,800</u>
Total	\$2,361,880	\$220,297

* Approximate

As a reminder to the council, in January of 2012 the council authorized spending \$1.2 million of the Craig Endowment Fund to pay down long-term debt. As a means of returning that \$1.2 million to the endowment fund, council directed staff to avoid

methodology would lead to increased sales tax receipts, and would capture more sales tax from non-residents visiting Craig in the busy summer season.

2. **Sales Tax Rate Increase.** The budget committee also talked about an overall increase in the year round sales tax rate, perhaps to 5.5%. This rate matches the sales tax rate in Klawock, and is closer to the rate in Thorne Bay and Hydaburg (6%).
3. **Bed Tax.** Many communities target visitors with taxes designed to raise revenue without burdening community residents. Among those tax options is what's commonly known as a bed tax, or a tax on overnight stays at hotels, bed and breakfasts, lodges, and similar hospitality/tourist accommodations. Typically, a bed tax rate is added to an established sales tax rate, so visitors pay both taxes during their stay. Many communities, especially larger cities, set high tax rates on accommodations and rental cars to capture tax revenue from non-residents.
4. **Tax on Marijuana Sales.** The budget committee also broached the subject of setting a tax on the commercial sale of marijuana in Craig, perhaps at \$1 per gram. Staff is told that commercial marijuana sales are taxable by municipalities, although it is unclear to me at this point if municipalities may levy a special tax on marijuana sales, or if marijuana sales are simply subject to a community's general sales tax. The amount of revenue generated by a tax on marijuana sales is uncertain at this point, as there are no applications yet to open a commercial marijuana establishment in Craig, and there is no commercial sales history from which to make an estimate.

None of these potential revenue sources are included in the proposed FY 2017 budget. The budget committee directed staff to schedule a city council agenda item on this topic. Staff will prepare background information on this topic in upcoming council packet.

G. Summary

As I have stated in years past, department heads in the city's enterprise and general fund departments have done good work in controlling their expenditures. They understand the demands placed on the city's General Fund and Enterprise Fund revenues.

As part of this year's budgeting process with the department heads, after the managers submitted their budget requests, and after seeing that the proposed expenditures would exceed revenues, I asked the managers to reduce their expenditure requests by one percent. Most responded with expenditure reductions, even though there is very little discretionary funding to work with in the departments.

Thanks to thoughtful actions taken by the city councils in Craig over the past 15 years or so, pertaining to building capital projects and efforts to build savings, the city is in good financial condition. With lean financial times upon us now and likely for the next few years due to declining sales tax receipts, and transfer payments from the State of Alaska and US Government, the city's good financial position will make dealing with reduced revenues less traumatic than it would be otherwise. However, less trauma does not mean no trauma, and FY 2018 is shaping up to be financially trying.

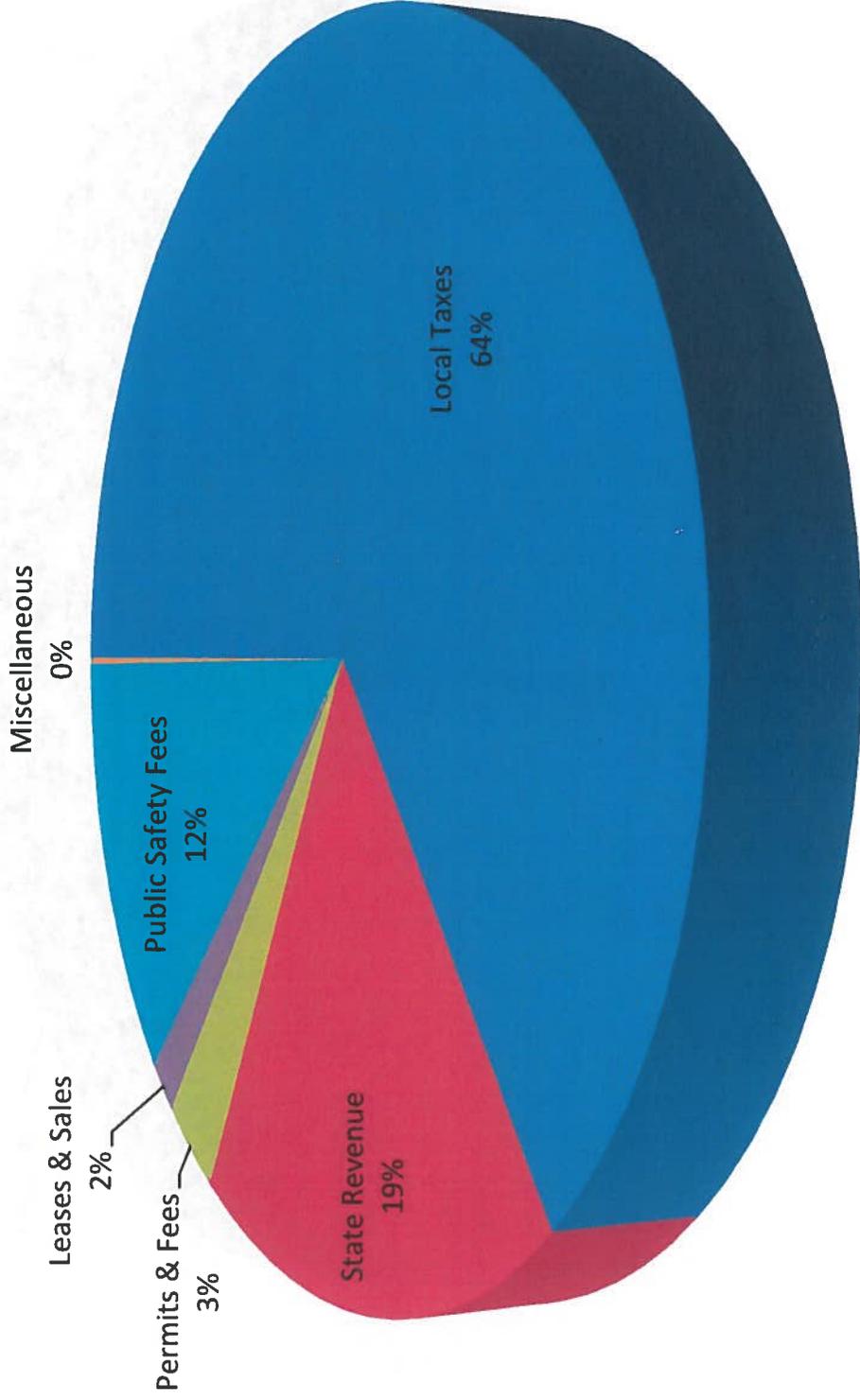
When compared to the current fiscal year budget, the proposed FY 2017 budget is balanced based in large part on the substantial reduction in city general fund payments to



Financial Summary Fiscal Year 2016

May 2016

General Fund Revenue



City of Craig
 FY2017 Budget
 General Fund Revenue & Expenditure Recap

	FY 2011 Actual	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Actual	FY 2016 Budget	FY 2017 Budget	% Change Prior Yr.
Total Revenue	\$ 3,171,212	\$ 3,169,096	\$ 3,958,672	\$ 3,859,840	\$ 3,844,068	\$ 3,689,040	\$ 3,402,860	-8.4%
Required Transfers In/Out								
To Ent Fund - Bal. Budget	95,248	(120,914)	(101,275)	(90,039)	(337,663)	(59,085)	(26,300)	-124.7%
National Forest Receipts							10,000	
Pt St Nick Hatchery			(35,000)	(35,000)	(35,000)	(45,000)	(45,000)	0.0%
CD Investment Revenue								
Endowment Fund Transfer In	235,000	301,406	118,000	120,000	120,000	135,000	178,280	24.3%
Endowment Fund Trf to Enterprise	(34,000)	(120,000)						
From/To Capital Fund		(47,558)	(59,874)	(24,980)				
PERS Unfunded Liability								
From PY reserves						50,000	0	
To School Financing	(100,000)	(150,000)	(250,000)	(300,000)	(350,000)	(400,000)	(188,000)	-112.8%
Total Transfers	196,248	(137,066)	(328,149)	(330,019)	(602,663)	(319,085)	(71,020)	-349.3%
Net Revenue Available	3,367,460	3,032,030	3,630,523	3,529,821	3,241,405	3,369,955	3,331,840	-1.1%
Administration	669,191	818,539	776,498	818,539	756,085	655,638	637,578	-2.8%
Aquatic Center	740,122	982,616	636,926	534,947	540,111	584,229	544,315	-7.3%
Council	82,635	82,635	65,639	78,128	139,950	113,298	147,621	23.3%
EMS	119,323	119,323	94,760	144,382	166,576	178,561	170,264	-4.9%
Facilities & Parks	193,626	214,983	202,513	219,329	261,943	285,772	276,463	-3.4%
Fire	24,048	26,509	21,653	29,990	16,968	32,057	15,606	-105.4%
Library	69,394	106,209	114,178	137,929	128,248	97,175	129,437	24.9%
Planning	79,728	95,291	86,441	91,375	100,843	86,951	91,117	4.6%
Police	874,543	887,137	946,575	942,893	1,081,559	956,860	931,479	-2.7%
Public Works	194,560	175,267	211,506	217,957	283,861	275,805	289,110	4.6%
Recreation	89,076	94,421	94,421	91,930	110,764	102,682	98,849	-3.9%
Total Expenditures	3,136,246	3,602,930	3,251,110	3,307,399	3,586,908	3,369,029	3,331,840	-6.5%
Net Revenues over Expenditures	\$ 231,214	\$ (570,900)	\$ 379,413	\$ 222,423	\$ (345,503)	\$ 926	\$ (0)	

General Fund Summary - FY 2017

Wages & Benefits

	Admin	Aquatic Center	Council	EMS	Facilities	Fire	Library	Planning	Police	Public Works	Recreation	TOTAL
Salary	164,050	45,582	14,700	54,746	60,000	3,600	39,000	50,619	70,104	42,228	37,244	581,873
Hourly Wages	134,200	93,870		33,450	71,330		21,750	0	389,022	84,710	7,280	835,612
Overtime Wages		0							29,286	2,046		31,332
On-call Wages									17,400			17,400
Total Wages	298,250	139,452	14,700	88,196	131,330	3,600	60,750	50,619	505,812	128,984	44,524	1,466,217
FICA	18,491	8,646	911	5,468	8,142	0	3,767	3,510	31,360	8,080	2,760	91,137
Medicare	4,325	2,022	213	1,279	1,904	0	881	822	7,334	1,890	646	21,315
Workers' Comp	1,423	8,143	70	6,036	7,042	4,186	290	270	17,531	10,530	212	55,733
PERS (DB & DC)	53,365	24,042	2,970	12,044	22,347		8,580	12,456	109,534	28,671	8,194	282,204
Medical Insurance	39,674	51,170	95,596	18,217	44,377		28,027	16,350	150,319	37,778	15,098	496,607
HRA	9,700	9,700	21,900	4,850	7,450		5,000	4,850	29,250	6,928	4,850	104,478
Other Benefits	270	315	385	384	215		80	55	3,050	721	160	5,635
Total Benefits	127,249	104,038	122,046	48,278	91,478	4,186	46,624	38,314	348,378	94,597	31,920	1,057,109
GRAND TOTAL	425,499	243,490	136,746	136,474	222,808	7,786	107,374	88,933	854,190	223,582	76,444	2,523,326
GRAND TOTAL FY 16	435,576	273,195	102,008	181,681	199,640	8,386	77,027	84,180	870,637	218,876	76,070	2,527,276
Change	(10,077)	(29,705)	34,738	(45,207)	23,168	(600)	30,347	4,753	(16,447)	4,706	374	(3,950)
FTE	5.02	3.92		1.62	2.9		1.7	1	10.25	2.3	1.25	29.96

City of Craig
Debt Payment
FY 2017

Long Term Government Debt		July 1, 2016	Principal	Interest	Total	Date Due	Revenue Source	Department
		Balance	Payment					Budget
Aquatic Center Bonds	Bank of New York	1,755,000.00	60,000.00	38,693.75	98,693.75	10/1/2016	Endowment Fund	Aquatic Center
				37,793.75	37,793.75	4/1/2017		
					136,487.50			
Enterprise Fund								
WasteWater Plant	St of AK DEC	231,250.00	56,528.00	3,469.00	59,997.00	8/10/2015	Sewer Revenue	Sewer
Water Line Improvements	St of AK DEC	127,646.50	6,822.16	1,914.70	8,736.86	8/1/2016	Water Revenue	Water
Water Main Loan	St of AK DEC	247,984.24	11377.14	3719.76	15096.9	6/24/2017	Water Revenue	Water
		2,361,880.74	74,727.30	46,897.21	341,708.86			



**General Fund
Fiscal Year 2016**

May 2016

City of Craig

General Fund Revenues	FY 2011 Actual	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Actual	FY 2016 Budget	FY 2017 Budget	Change 2017/2016
Property Tax	521,976	506,924	514,832	536,179	596,544	600,000	610,000	10,000
Property Tax Penalties	4,731	7,007	3,137	2,719	4,497	2,000	2,000	0
Sales Tax	1,461,933	1,556,372	1,562,640	1,665,747	1,588,675	1,625,000	1,450,000	(175,000)
Sales Tax Penalties & Delinquencies	16,372	34,908	73,050	43,614	18,426	2,000	2,000	0
Sales Tax Liquor	118,487	110,389	115,149	120,433	121,554	120,000	120,000	0
Total Local Taxes	2,123,499	2,215,600	2,268,808	2,368,692	2,329,696	2,349,000	2,184,000	(165,000)
PLT	249,178	260,411	261,795	258,086	308,000	300,000	270,000	(30,000)
State Revenue Sharing	151,217	207,611	221,713	155,320	153,064	145,406	96,661	(48,745)
Liquor Revenue Sharing	10,500	1,800	10,100	10,200	6,100	10,000	5,000	(5,000)
Raw Fish Tax	84,017	158,364	258,534	282,111	314,704	250,000	250,000	0
Shared Fisheries Tax	7,535	8,914	8,417	7,153	9,694	8,000	4,000	(4,000)
National Forest Receipts		25,000	25,000	10,000		0	10,000	10,000
State Grant			161,172			0		0
Total State Revenue	502,447	662,100	946,731	722,870	791,562	713,406	635,661	(77,745)
EMS Service Fees	9,666	21,410	37,832	49,036	50,000	50,000	30,000	(20,000)
EMS Training Fees	4,230	275	3,936	3,208	5,000	5,000	1,000	(4,000)
Pool Admissions	68,608	64,881	64,043	65,605	72,000	61,000	50,000	(11,000)
Library Fees	509	1,013	1,452	1,406	1,000	1,000	1,000	0
Recreation Fees	12,340	14,932	11,753	17,469	10,000	10,000	12,000	2,000
Senior Card Fees			3,915	860	1,000	1,000	1,000	0
Itinerant Merchant Permit			0					0
Taxi Permit	90	30	0	90	50	50	100	50
Building Permit	3,480	2,390	2,055	1,345	1,000	1,000	1,515	515
Access Permit Fees	6,077	350	8,827	14,147	7,000	7,000	7,000	0
Subdivision Permit			283	90				0
Total Permits & Fees	105,000	105,281	134,096	153,256	147,050	136,050	103,615	(32,435)
Property Leases	69,040	59,520	58,975	79,878	60,000	70,000	53,000	(17,000)
Dump Waste		3,150	5,640					0
Material Sales	56	1,369	7,702	1,032	1,000	1,000	1,000	0
Equipment Rentals	1,050			2,601				0
Total Local Revenue	70,146	64,039	72,317	83,511	61,000	71,000	54,000	(17,000)
Police Fines	6,501	6,620	9,587	5,253	7,000	7,000	10,000	3,000
DMV Commissions	61,621	57,765	60,165	59,730	57,000	57,000	60,000	3,000
Trooper Dispatch Service	10,000	10,000	10,000	10,000	10,000	10,000	10,000	0
Contract Jail Service	228,460	393,904	393,904	397,304	377,760	286,584	286,584	0
Klawock Dispatch Service	50,137	50,485	50,486	50,485	50,000	50,000	50,000	0
USDA Forest Service Dispatch			3,000	0	3,000	3,000	3,000	0
Misc. Revenue	827							0
Total Public Safety Revenue	357,546	518,774	527,142	522,772	504,760	413,584	419,584	6,000
Parks Donations (Flwr Baskets)	620	0	300	0	500	0	0	0
Interest Income (ckng & CD)	1,962	0	8	13	0			0
Interest Income (A/R)	4,851	3,576	5,341	4,537	4,500	1,000	1,000	0
Misc. Other	5,141	12,324	3,929	4,189	5,000	5,000	5,000	0
Total Other Revenue	12,574	15,900	9,578	8,739	10,000	6,000	6,000	0
Total GF Revenues	3,171,212	3,581,694	3,958,672	3,859,840	3,844,068	3,689,040	3,402,860	(286,180)

FY2017 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT EXPENDITURES

<i>Administration Expenses</i>	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	% Change
	Budget							
Salaries	306,053	307,713	279,606	301,131	305,555	292,697	298,250	2%
Benefits & Unemployment	186,369	237,337	265,411	255,106	190,702	146,948	127,249	13%
Professional Services	87,445	125,589	120,573	129,469	159,300	136,600	130,700	4%
Employee Travel, Education, & Due	16,124	10,458	10,715	15,994	26,120	17,795	14,995	16%
Materials & Supplies	10,862	14,787	17,696	15,035	11,450	11,200	15,741	29%
Utilities	15,040	19,073	17,762	14,989	16,900	17,500	17,500	0%
Repairs & Maintenance	5,860	3,127	3,955	4,413	3,808	4,308	4,308	0%
Notices	699	713	2,704	3,567	4,360	1,700	1,700	0%
Insurance	6,560	4,208	2,958	1203	3,600	3,600	5,345	33%
Contributions	10,941	13,109	15,382	12,342	13,290	15,790	11,290	28%
Bank Fees	5,270	6,159	6,697	5,642	7,000	5,000	5,000	0%
Bad Debt Write-Off	12,430	6,631	2,287	35,923	1,000	1,000	1,000	0%
Safety				0	10,000		2,000	100%
Miscellaneous	5,538	1,668	1,717	2,688	1,000	500	500	0%
Small Equipment		1,664	6,738	7,837	2,000	1,000	2,000	50%
Equipment > \$5000		5,695	17,562	12,001				
Capital Improvement		0	4,735	1,199			0	
Total Administration Expenses	669,191	757,931	776,498	818,539	756,085	655,638	637,578	3%

Administration

FY 2017

		<u>Amount</u>
Utilities		17,500
Electric	5,500	
Heating Fuel	5,000	
Telephone	7,000	
Repairs & Maintenance		4,308
Equipment Repairs	1,000	
Equipment Maint Agreement	1,800	
Postage Meter Lease	1,308	
Building - Annual Flowers	200	
Other Expenditures		9,045
Notice & Advertising	1,500	
Recording Fees Vehicle License	200	
Insurance	5,345	
General Liability		
Property		
Safety	2,000	
Contributions		11,290
Catholic Community Service (Senior Services)	6,790	
4th of July Celebration	500	
POW Marathon	500	
KRBD	0	
Power	1,500	
POW Health Network	1,000	
Misc Contributions	1,000	
Credit Card Fees	5,000	5,000
Bad Debts for Property tax, sales tax,	1,000	1,000
Miscellaneous Expenses	500	500
Misc Small Office Equipment	2,000	2,000
Computer upgrades		
Capital Improvement		0
		<u><u>\$ 637,578</u></u>

**FY2017 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT REVENUES**

<i>Aquatic Center Expenses</i>	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	% Change
Salaries	159,603	164,322	153,244	90,625	136,898	167,213	139,452	-17%
Benefits & Unemployment	94,448	99,070	95,245	48,643	114,608	105,982	104,038	-2%
Professional Services	7,891	5,408	5,000	3,262	11,189	4,000	4,000	0%
Employee Travel, Education, & Dues	32	345	1,000	1,524	3,706	14,969	5,020	-66%
Materials & Supplies	23,591	21,823	15,100	24,087	19,392	15,000	10,703	-29%
Utilities	140,418	127,874	120,200	105,939	107,010	126,700	126,700	0%
Repairs & Maintenance	13,806	22,652	12,000	11,228	8,908	7,500	5,674	-24%
Recording				1,712	172			
Insurance	11,813	1,670	11,000	4,283	4,632	7,115	6,300	-11%
Credit Card Fees	0		250	0	582	250	250	0%
Bad Debt Write-Off	911							
Other					450			
Equipment Purchase			7,525	22,102	12,964	500	5,690	1038%
Debt Service	159,167	450,376	127,936	123,913	119,600	135,000	136,488	1%
Capital Improvement	39,877		13,055			0	0	
Total Swimming Pool Expenses	651,557	893,540	561,555	437,318	540,111	584,229	544,315	-7%

**FY2017 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT EXPENDITURES**

Council Expenses	FY2011	FY2012	FY 2013	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	\$ Change
Salaries	14,700	15,825	14,709	16,251	15,153	14,700	14,700	0%
Benefits	60,019	51,661	45,795	47,984	114,392	87,308	122,046	40%
Council Elections	2,698	1,847	965	528	745	2,500	2,500	0%
Employee Travel, Education,	4,913	3,515	3,788	12,546	8,509	7,925	7,925	0%
Materials & Supplies	51	313	0	755	436	150	150	0%
Telecommunications								
Insurance	254	86	382	64	715	715	300	-58%
Contributions								
New Equipment								
Other-(SE Conf)								
Total Council Expenses	82,635	73,247	65,639	78,128	139,950	113,298	147,621	30%

EMERGENCY MEDICAL SERVICE

GENERAL FUND

Emergency Medical Services are provided by the City with two equipped ambulances.

Personnel: Director, EMT I and volunteers. FTE: 2.75

2015-16 Accomplishments

- Received grant funding for a new 2017 sprinter ambulance.
- Organized and conducted a mini Symposium for the POW Island EMS departments.
- The garage was built for the second ambulance.
- Partnered with the Health Network to develop a live training platform for all POW island EMS squads.
- Obtained grant funding to purchase equipment to support our training partnership. We will put a new laptop in each community.
- Maximized our cost savings through sharing bulk order supply's with other communities on the island. We threw away less outdated or expired supplies.

2016-2017 Goals

- Continue to make Craig EMS a better department that puts patient CARE as our number one priority
- Develop an online didactic training for the island with skill sets for ETT and EMT
- Maximize revenue from insurance, learn new billing process
- Find a permanent physician sponsor for Craig EMS

Emergency Medical Services

FY 2017

		<u>Amount</u>
Salaries		\$ 88,196
Benefits	48,278	48,278
Contract Services Software		2,500
Systems Design	2,500	
E Dispatches		
Employee Travel, Education, & Dues		6,320
Travel	2,300	
EMTIII		
DR	2,000	
Symposium	300	
Education & Training		
Webinars - ETT, EMTII, EMT III, CPR	4,020	4,020
Materials & Supplies		13,900
Office supplies	500	
Medical Supplies	8,500	
Equipment Supplies	2,500	
Class Materials	500	
Postage	300	
Freight	600	
Vehicle Fuel (250gal @ \$4.00)	1,000	
Utilities		4,300
Telephone	2,200	
Old Clinic Fuel	1,100	
Old Clinic Electric	1,000	
Maintenance & Repairs		750
Vehicle Repairs (Budgeted in Public Works)	-	
Dept Maintenance	750	
Vehicle Licensing & Permits		0
Insurance		3,870
General Liability	583	
Property	3,287	
Vehicle		
Permits	650	650
Bad Debts		
Small Equipment	1,500	1,500
Washer & Dryer	1,500	
Equipment >\$5000		
Capital Improvements		0
TOTAL		<u><u>\$170,264</u></u>

**FY2017 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT EXPENDITURES**

<i>Parks/Facilities Expenditures</i>	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	% Change
Salaries	86,413	105,038	97,748	112,855	104,611	121,583	131,330	8%
Benefits & Unemployment	55,078	44,769	62,265	63,945	104,154	78,056	91,478	17%
Contracted Services	8,191	5,256	5,140	4,995	5,155	7,200	7,200	0%
Employee Travel, Education	0	1,275	0	1,827	4,040	0	0	
Materials & Supplies	9,293	10,347	8,363	10,938	7,746	5,800	6,760	17%
Utilities	15,175	17,075	12,173	12,102	15,370	13,000	12,200	-6%
Repairs & Maintenance	7,765	14,982	11,829	6,437	13,833	0	11,900	
Insurance	10,346	8,484	4,975	6,220	5,321	10,133	8,025	-21%
Recording/Permits & Misc.	20	10	20	10				
Equipment	1,345	1,442	0	0	1,713	0	4,070	
Capital Improvement	0	6,305	0	0	0	50,000	3,500	-93%
Total Parks/Facilities Expenses	193,626	214,983	202,513	219,329	261,943	285,772	276,463	-3%

The Craig Fire Department responds to fire calls within the city limits and has memoranda of agreements with area communities. The firemen are an all-volunteer staff of 14.

Craig Volunteer Fire Department is composed of a group of volunteers from a variety of skill backgrounds. We have selected candidates for the department based on their ability to respond to a variety of fire call situations. For example, we recruited auto mechanics to be our motor vehicle extrication specialists, electric company workers to handle electric power issues at the fire scene, harbor department employees to direct activities when boat fires occur, Forest Service employees to handle wildland interface situations, and the local fuel distributor to manage hazmat incidents. Each of these firefighters are trained in their area of expertise by their employer and brings individual, and critical, skills to the fire department.

As a part of our organizational structure we have a 'first responder' that always reports directly to the fire scene, while the rest of the firefighters report to the fire hall. The first responder assesses the fire situation, determines if rescue is necessary, locates the nearest hydrant, decides what special equipment may be necessary, and reports this information to the responding apparatus while the fire trucks are en route to the fire. In this way, no time is wasted in scene appraisal when the apparatus arrives. This response structure has resulted in more than a few 'saves' and regularly results in less fire damage and suppression damage at fire scenes.

2016-2017 Goals

- Recruit new Fire Chief
- To work more closely with the developing fire departments on Prince of Wales Island, e.g., Hollis, Naukati, to assist them with organizational development and equipment acquisition and training.
- To retain and/or recruit a full team of firefighters willing to participate fully in training exercises.

Fire

FY 2017

	<u>Amount</u>
Volunteers	3,600
Work compensation Insurance	4,186
Contract Services	0
Employee Travel, Education, & Dues	0
Travel	
Education & Training	
Materials & Supplies	0
Vehicle supplies	
Postage	
Freight	
Utilities	3,800
Electric	1,500
Heating fuel	2,000
Vehicle Fuel (200gal @ \$3.50)	300
Telephone	
Maintenance & Repairs	0
Vehicle Repairs	
Dept Maintenance	
Vehicle Licensing & Permits	
Insurance	4,020
General Liability	105
Property	3,915
Vehicle	
Small Equipment	0
Equipment >\$5000	0
Capital Improvements	
TOTAL	<u><u>\$15,606</u></u>

**FY2017 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT EXPENDITURES**

<i>Library Expenditures</i>	FY 2011	FY 2012	FY2013	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	% Change
Salaries	47,022	50,321	52,216	60,382	68,022	63,017	60,750	-4%
Benefits & Unemployment	3,777	24,939	41,450	46,016	31,605	14,010	46,624	233%
Contracted Services	1,615	793	273	401	2,248	0	1,350	
Employee Travel, Education	1,208	1,291	2,603	1,313	1,656	235	235	0%
Materials & Supplies	9,945	12,663	9,560	10,988	17,385	9,650	10,215	6%
Utilities	5,183	7,070	6,255	5,190	5,911	8,460	8,460	0%
Repairs & Maintenance	0	227	296	0	1,033	1,000	1,000	100%
Insurance	582	477	406	689	388	803	803	0%
Recording/Permits & Misc.	62	65	0	0	0	0	0	
Equipment	0	0	1,119	0	0	0	0	
Capital Improvement	0	8,363	0	12,950	0	0	0	0%
Total Library Expenses	69,394	106,209	114,178	137,929	128,248	97,175	129,437	33%

Department Description: The Craig Planning and Zoning Department is responsible for land use issues, building permits, coastal management, emergency planning and economic development. The department reviews development proposals, processes building permits and performs code enforcement for land development issues. The department serves as staff for the five-member Planning Commission. Planning commissioners are appointed by the Mayor. The department manages various land use permits, leases/sales of city land, mapping and capital projects for the city.

Personnel: Planner
FTE: 1

2015/2016 Accomplishments

- Craig Community Streets Phase IV Design
- USACE Cannery Site Harbor Study – Civil Works Review Board
- Alaska Shield 2016 Exercise
- Firehall Annex Building
- Pool Renovation

2016/2016 Projects

- State Legislative and Federal Appropriations Requests for during 2015 legislature
 - Community Streets
 - Harbor Pre construction, Engineering and Design (PED)
 - Fire/EMS Building
- Aquatic Center Renovations
- Tract 15, USS 2611 Subdivision and Residential Land Sale
- Continue with USACE Cannery Site Harbor Project – Preliminary Engineering & Design
- Sell remaining 2 lots in Salmonberry Subdivision
- Commercial Marijuana Legislation/Ordinances
- Aquatic Center Renovations
- Review of City Leases
- Rewrite of Title 2.28 – Civil Defense Agency
- Continued Population of MARS Data

Planning

FY 2017

Salaries	\$	50,619
City Planner, (6,000 Reimb LEPC Grant)		
Benefits	38,314	38,314
Contractual Services	180	
Employee Travel, Education, & Dues		0
Plan Commissioner Training, Conference		
Materials & Supplies	500	800
Books, Subscriptions	300	
Postage		
Freight		
Equipment Repairs		0
Advertising - Legal Notices	1000	1,000
Recording	100	100
Insurance		284
Equipment Purchases		0
Total	\$	91,117

**FY2016 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT EXPENDITURES**

<i>Police & Jail Expenditures</i>	FY 2011	FY 2012	FY 2013	FY 2014	FY 2014	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	% Change
Salaries	455,478	462,566	471,371	499,965	518,194	496,775	496,775	509,465	505,812	-1%
Benefits & Unemployment	299,732	306,899	311,614	345,744	339,094	488,067	488,067	361,172	348,378	-4%
Contracted Services	2,057	2,271	3,027	2,301	1,000	3,851	3,851	1,000	1,000	0%
Employee Travel, Education, & Training	3,134	4,143	2,886	3,474	2,000	5,045	5,045	2,000	2,000	0%
Materials & Supplies	37,421	46,736	39,471	42,329	39,300	50,737	50,737	38,900	39,000	0%
Utilities	21,504	22,296	22,165	22,926	24,500	21,905	21,905	25,518	25,018	-2%
Repairs & Maintenance	13,417	7,044	4,892	6,056	1,000	2,643	2,643	1,000	0	-100%
Insurance	17,210	11,401	7,564	10,364	14,705	9,594	9,594	14,705	8,571	-42%
Recording/Permits & Misc.	1,174	627	2,658	1,867	900	772	772	2,100	1,700	-19%
Credit Card Fees				1,375	1,200	1,641	1,641	0	0	
Equipment	1,817	1,178	6,615	10,174	1,000	529	529	1,000	0	-100%
Capital Improvement	5,746	9,382	14,874					0	0	
Police & Jail Expenses	858,690	874,543	887,137	946,575	942,893	1,081,559	1,081,559	956,860	931,479	-3%

The Public Works Department operates and maintains the city water and sewer utilities as well as collects garbage and maintains the streets. The Department also services and maintains the City's vehicles.

The Department assists and supports other Departments in the City as needed. The crew supports the Police Department by towing vehicles, the Harbors and Facilities Departments with equipment, materials and manpower.

Personnel: Director,
Water Treatment
Operator, Wastewater
Treatment Operator,
Mechanic/Garbage,
Utility Worker
FTE: 7

2015-2016 Accomplishments

- Completed oversight of the construction of the North Fork Dam.
- Final completion of the City of Craig Water and Wastewater Master Plans.
- Expanded garbage collection to Port St. Nicholas residents along the paved road.
- Participated in planning of City projects/improvements: City Phase 4 Paving Project, Fire hall Annex, Fuel Dock Rebuild.
- Refurbished Sandy Beach Road.
- Continued operation and maintenance of the City utilities.
- Purchased equipment.

2016-2017 Goals

- Oversee construction of the City Phase 4 Paving Project.
- Continue Motor Pool Maintenance Program.
- Continue efficient operation of the City Utilities and services.

Public Works

FY 2017

Amount

Salaries		\$ 128,984
Employee Benefits	94,597	94,597
Contractual Services		500
Drug Testing	300	
Equipment Lease	200	
Travel & Education		675
Misc Travel	500	
Training	0	
Dues	175	
Material & Supplies		16,100
Misc Supplies	2,500	
Office Supplies	1,000	
Shop Supplies	2,000	
Shop Tools	1,500	
Equipment Fuel (1200 @2.50)	6,600	
Propane	500	
Postage	2,000	
Freight		
Utility		18,100
Electricity, Street Lights	6,000	
Electricity	4,500	
Heating Fuel (1200gal @ \$4.00)	4,800	
Telephone/DSL	2,800	
Repairs & Maintenance		24,500
Equipment Repairs	2,500	
Street Light Maint.	500	
Building maint.	1,500	
Department Fleet Maint.	20,000	
Miscellaneous		5,653
Advertising	500	0
Vehicle Licensing	100	
Insurance		
Property Liability	1,880	
General Liability	921	
Auto	2,252	
Small Equipment	1,500	
Equipment > \$5000		
	0	0
TOTAL		\$289,110

**FY2017 BUDGET WORKSHEET
GENERAL FUND
DEPARTMENT REVENUES**

Recreation Expense	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	% Change
Salaries	34,959	35,959	35,959	33,677	37,139	45,291	44,524	-2%
Benefits & Unemployment	27,895	32,070	32,070	33,860	48,693	30,780	31,920	4%
Contracted Services	1,625	1,207	1,207	3,118	2,020	2,500	4,900	96%
Employee Travel, Education, &	0	28	28	0	2,415			
Materials & Supplies	2,319	5,353	5,353	2,559	1,000	1,700	1,665	-2%
Utilities	19,426	17,738	17,738	16,517	11,688	16,000	12,500	-22%
Repairs & Maintenance	1,182	176	176	958	0	1,000	0	-100%
Insurance	1,670	990	990	1,241	2,376	3,411	3,340	-2%
Recording/Permits & Misc.	0	0		0			0	
Equipment	0				0	2,000	0	-100%
Capital Improvement	0	900	900	0	5,433		0	
Total Recreation Expenses	89,076	94,421	94,421	91,930	110,764	102,682	98,849	-4%



**Enterprise Fund
Fiscal Year 2016**

May 2016

Purpose: The city's harbor and ports provide safe and secure boat moorage for permanent commercial and sport fishermen. The harbor also has transient moorage for the summer marine traffic. The harbor provides electrical hookups, cranes for offloading, water, and waste disposal. The harbor department manages the boat haul out and storage at the JT Brown industrial park.

Personnel: Harbor master, Two
(2) Assistant Harbormasters,
(3.0 FTE)

2015-2016 Accomplishments

- Replaced planking in harbors
- Ice house delivery system updated
- Established Ice house maintenance schedule
- Worked on updating policies and procedures for harbor
- Worked on State of the Harbor Report
- Started on cleaning up breakwater

2016-2017 Goals

- Rebuild of North & South Cove finger slips
- Rebuild of the South Cove approach and gangway
- Rebuild of broken torsion bars
- Replace the hinges of the float plane dock
- New bull rail at the concrete abutment at float plane dock
- Continue to address garbage problem on breakwater to rectify drainage problem
- Establish a new system on City dock and False Island cranes
- Work on establishing internship program for Harbor Department
- Expand the harbor department website as a way to provide harbor customers with accurate information in regards to boat safety information, policies and procedures, ordinances, links to other agencies that would help reinforce the mission of the harbor.
- Reinforce the idea that the harbor must be run in a businesslike manner to benefit ALL.
- Add LED lights to North & South Cove
- Develop maintenance schedules for ALL harbor equipment
- Work on maintaining a well-trained and motivated staff
- Establish consistent enforcement of approved ordinances, policies and procedures within the harbor

Ward Cove Park FY 2017

Contract Services	\$ -
Ground Maint	2,750
Materials	300
Electric	2,100
Insurance	31
Equipment Purchase	
Capital Improvements	
	<u>\$5,181</u>

Dock & Harbor Expenses	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016 Budget	FY 2017 Budget	% Change
Salaries	92,466	107,735	104,148	98,035	108,632	118,184	112,771	-5%
Benefits & Unemployment	57,939	64,126	71,365	87,050	100,218	78,269	58,954	-25%
Contracted Services	3,692	3,140	2,460	3,925	2,759	0	0	
Employee Travel, Education, & Dues		3,576	3,362	2,827	2,824	2,895	0	-100%
Materials & Supplies	16,510	16,723	17,669	17,336	16,985	11,760	5,500	-53%
Utilities	23,958	26,109	31,419	23,332	23,778	29,100	27,100	-7%
Repairs & Maintenance	13,296	7,839	13,665	42,423	24,219	14,789	16,620	12%
Insurance	23,466	19,311	17,163	18,425	19,093	28,000	21,330	-24%
Recording/Permits & Misc.	3,159	5,410	8,351	17,697	15,725	3,475	3,475	0%
Equipment	6,676	12,066	3,504	574	1,300		3,000	
Capital Improvement	0	0	693	0	0	10,000	0	-100%
Interest								
Debt Retirement								
Total Docks/Harbor Expenses	241,162	266,035	273,799	311,624	315,533	296,472	248,750	-16%
Docks/Harbors Rev less Exps	120,262	(41,379)	2,744	(74,074)	(44,867)	(44,972)	19,750	-144%
Depreciation	89,909	102,922	104,787					

Docks & Harbors

FY 2017

		<u>Harbor</u>
Credit Card Fees	2,400	2,400
Bad Debts	500	500
Equipment Purchases		3,000
Camera surveillance	2,600	
Electric sump pump	400	
Capital Improvements	0	0
		<u>\$ 248,750</u>

JT Brown Industrial Park

FY 2017

Salaries			\$ 53,286
Benefits		34,098	34,098
Contract Services			1,800
Crane Inspection		1,800	
Materials			19,550
Boat Yard		5,000	
Misc Tools & Supplies	5000		
Boat Launch	560		
False Island Pier		8,200	
Zincs	6000		
Paint & Supplies	1200		
Freight	1000		
Icehouse		6,350	
Salt	3400		
Tools	500		
Lumber	650		
Pump	1100		
Freight	700		
Misc Postage		0	
Misc Freight			
Utilities			45,000
Electricity		45000	
Maintenance			7,500
Ice House Maintenance	7500	7,500	
Insurance			
General Liability	1166	9,281	9,281
Property Liability	7688		
Vehicle	427	0	
Permits		300	300
Advertising			
Equipment Purchases		2465	2465
Crane Software	2465		
Capital Improvements			154,435
Endowment Fund(\$110,000) & Reserve Fund(44,435)		154,435	
			<u>\$ 325,250</u>

Garbage

FY 2017

		<u>Amount</u>
Salaries		\$ 38,205
Benefits	32,435	32,435
Contract Services		221,500
Dump Fees 1000 ton @ \$220/ton	215,000	
HHW program	6,500	
Travel		0
Materials & Supplies		8,800
Misc Supplies	1,000	
Postage	1,000	
Freight	500	
Equipment Fuel	6,300	
Utilities		0
Telephone		0
Maintenance & Repairs		2,500
Equipment Repairs	2,500	
Dumpster Repair		
Recording/Permits & Misc.		6,104
Advertising	0	
Vehicle Licensing	20	
Insurance	3,524	
Credit Card Fees	2,460	
Bad Debts	100	
Small Equipment Purchase	0	0
Equipment Purchase > \$5000	0	
Capital Improvement	0	0
Debt Service	0	0
		<u>0</u>
TOTAL		<u><u>\$309,544</u></u>

Wastewater

FY 2017

		<u>Amount</u>
Salaries		\$ 113,430
Benefits	64,928	64,928
Contractual Services		5,100
Laboratory Fees	3,000	
Sludge disposal	2,000	
Boreal Controls	100	
Tyler Pump Truck		
Education & Training		825
Water/Wastewater CEU	100	
Wastewater cert renewal		
WEF/AWWMA dues, city-wide share w/water	225	
Other	500	
Travel		
Materials & Supplies	2,500	9,900
Shop Supplies	1,500	
Chemicals	1,000	
Office Supplies	500	
Postage	1,000	
Freight	500	
Equipment Fuel	2,900	
Utilities	25,000	39,700
Electricity, treatment plant	12,000	
8 lift stations,	2,700	
Telephone		
Maintenance & Repairs		11,000
Repairs	2,500	
Pump Stations	7,000	
Building Maintenance	1,500	
Recording/Permits & Misc.		10,588
DEC wastewater disposal permit	940	
Vehicle Licensing	20	-
Insurance	6,128	
Credit card Fees	3,000	
Bad Debts	500	
Equipment Purchase		-
Debt Payment		59,997
Interest	3,469	
Principal	56,528	
TOTAL		<u><u>\$ 315,468</u></u>

Water

FY 2017

		<u>Amount</u>
Salaries		\$ 117,422
Employee Benefits	63,906	63,906
Contract Services		6,100
Laboratory testing	5,000	
Boreal Controls	1,100	
Employee Travel, Education, & Dues		1,190
Travel		
Water/Wastewater CEU	500	
Dues	690	
Material & Supplies		
Misc Supplies	4,800	38,650
Safety		
Chemicals	22,000	
Poffice Supplies	500	
Postage	1,000	
Freight	9,000	
Equipment Fuel (450 gal @ 2.50)	1,350	
Utilities		61,100
Electric	58,300	
Heating Fuel	0	
Telephone	2,800	
Maintenance & Repairs		6,000
Equipment Repair	2,000	
Building & Grounds Maintenance	1,000	
Shop Supplies	1,000	
Treatment Plant repairs	2,000	
Recording/Permits & Misc.		8,935
Advertising		
Vehicle Licensing	10	
Insurance	6,325	
Permits	100	
Credit Card Fees	2,500	
Small Equipment Purchases		0
Equipment Purchases >5000		0
Capital Improvements		0
Debt Service		
Interest		23,834
Water End Connection Loan	8,737	
Water Line Loan	15,097	
TOTAL		<u><u>\$ 327,138</u></u>



**Special Revenue Fund
Fiscal Year 2016**

May 2016

RESTRICTED FUNDS FY 2016

SCHOOL

Net Cash beginning of Year

Secure School Funding	\$	2,154,835
City Appropriation Prior Yr	\$	1,200,000

Revenue

National Forest Receipts	\$	-
City Appropriation FY 2016	\$	188,000
Interest Revenue	\$	2,013

Total \$ 190,013

Expenditures

Electricity St Lights	\$	4,400
School Support	\$	550,600
Craig Booster Club (Gym Ad)	\$	400
Craig Graduation	\$	500
Craig School Trip to College, Tech School	\$	1,500

Total \$ 557,400

Net Cash

\$ 2,987,448

Roads

National Forest Revenue	\$	13,600.00
Gravel	\$	5,000.00
Equipment	\$	8,600.00

Total \$ 13,600.00

Net Cash

\$ -

Equipment Acquisition for Governmental Funds

Beginning Balance	\$	74,155
FY 2016 Fish Tax		46,370
	Total	120,525

Expenditures

Wash Bay		10,500
Oil Containment		10,000
10% Match for Ambulance		10,000

Total 30,500

Net Cash

\$ 90,025



**Capital Projects
Fiscal Year 2016**

May 2016

CAPITAL PROJECT FUNDS

Road Improvements

This fund accounts for a grant fund from the Federal Highway and Alaska Capital Budget. The funds are used to complete the paving of city streets.

Revenue		
	Fed Hwy Funds	3,277,375
	State Leg Funds	1,815,279
	Craig Tribal Association	947,869
	2014 State Legislative Grant	600,000
	Total	<u>\$ 6,640,523</u>
Expenditures		
	Prior year improvements	\$ 5,577,748
	Contract Services	<u>\$ 1,062,775</u>
Net Cash		<u>\$ -</u>
		<u>\$ -</u>

Craig Cannery Site Harbor Development

These funds will provide a portion of the local share of the US Army Corps of Engineer's economic and feasibility study for a new harbor at the Craig Cannery Site.

Revenue		
	Alaska State Legislative Grant	\$ 400,000
Expenditures		
	Prior Years	250,000
	Expenditures	250,000
Net Cash		<u>\$ 50,000</u>