

FINANCE COMMITTEE WORKSESSION AGENDA

August 6, 2015

* Immediately Following Special Assembly Meeting *
Mona Lisa Drexler Assembly Chambers
Fairbanks North Star Borough Administrative Center
809 Pioneer Road
Fairbanks, Alaska

1. MEMORANDA/REPORTS/PRESENTATIONS

- a. Marijuana regulations presentation by Cindy Franklin, Director, Alcoholic Beverage Control Board.

2. CONTRACTS/BID AWARDS

NONE

3. ADVANCED ORDINANCES AND RESOLUTIONS

- a. ORDINANCE NO. 2015-20-1B. An Ordinance Amending The FY 2015-16 Budget By Appropriating \$50,000 From The General Fund Fund Balance To The Multi-Year General Subfund For The Purpose Of Funding Borough Information Technology Security Assessment And Training.
(Sponsor: Mayor Hopkins) **(Page 3)**
- b. ORDINANCE NO. 2015-20-1C. An Ordinance Amending The FY 2015-16 Budget By Reappropriating \$15,000 From General Fund Non-Departmental Funding To The Multi-Year General Subfund For The Purpose Of Awarding Local Funding To City Of North Pole For The Troopers Gabriel Rich And Scott Johnson Memorial Park.
(Sponsors: Mayor Hopkins and City of North Pole Mayor Ward) **(Page 9)**
- c. ORDINANCE NO. 2015-42. An Ordinance Providing For A Ballot Question To Be Placed Before The Qualified Voters At The Regular Election On October 6, 2015, Asking Whether The Borough Shall Levy An Areawide 5% Tax On Sales Of Marijuana And Marijuana Products.
(Sponsors: Assemblymembers Lawrence, Quist, and Dodge) **(Page 22)**

4. OTHER COMMITTEE BUSINESS/DISCUSSION ITEMS

- a. Monthly Budget Reports
- b. General Fund Updated Fund Balance Report

5. ASSEMBLY/MAYOR COMMENTS

6. ADJOURNMENT

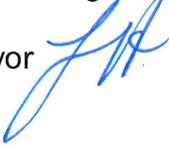


Fairbanks North Star Borough Mayor's Office

809 Pioneer Road PO Box 71267 Fairbanks, Alaska 99707-1267 (907)459-1300 FAX (907)459-1102

MEMORANDUM

TO: Fairbanks North Star Borough Assembly

FROM: Luke T. Hopkins, Mayor 

DATE: July 30, 2015

SUBJECT: ORDINANCE 2015-20-1B Re-appropriating Funds to Assess Borough IT Security

Attached for your approval is an ordinance amending the FY 2015-16 budget by appropriating \$50,000 from the General Fund Fund Balance to the multi-year general subfund for the purpose of accomplishing a much needed security audit of the Fairbanks North Star Borough's IT Infrastructure. This funding will be utilized to conduct an in-depth security audit, as well as provide for staff training; including end user training. The last IT security audit (of a more limited nature) was concluded in October of 2011. The recommendation at that time was that the audit should be repeated every two years. Funding to repeat the audit has not been requested until now. The Financial Audit related IT reviews have still been completed every other year by Moss Adams. These bi-annual reviews are general in nature and are conducted primarily to determine the veracity of the Borough's Financial Audit.

The global IT security picture has changed drastically over the past few years as new threats to IT infrastructures emerge daily. The length of time since the last security audit, coupled with the significant enterprise level changes that the Borough has been making to the IT infrastructure, direct that a new, more thorough, IT security audit be completed. The goal is to provide conclusive and actionable determinations where our IT infrastructure stands in relation with best practices.

The Borough, like all other organizations, continues to become more dependent on its IT infrastructure to conduct daily business (internal as well as public facing) which provide for continuing innovation and efficiencies. These systems and supporting platforms must be secured from adversaries who would seek to exploit our employees, data and systems.

I request your consideration of and urge your approval of this ordinance.

By: Luke T. Hopkins, Mayor
Introduced: July 30, 2015

FAIRBANKS NORTH STAR BOROUGH

ORDINANCE NO. 2015-20- 1B

AN ORDINANCE AMENDING THE FY 2015-16 BUDGET BY APPROPRIATING \$50,000 FROM THE GENERAL FUND FUND BALANCE TO THE MULTI-YEAR GENERAL SUBFUND FOR THE PURPOSE OF FUNDING BOROUGH INFORMATION TECHNOLOGY SECURITY ASSESSMENT AND TRAINING

WHEREAS, Information Technology (IT) Security is the process of applying security measures to ensure confidentiality, integrity, and availability of data. IT Security attempts to assure the protection of assets, which includes data, desktops, smartphones, servers, buildings, and most importantly, humans. The goal of IT Security is to protect data both in transit and at rest. Countermeasures can be put in place in order to increase the security of data. Some of these measures include, but are not limited to, access control, awareness training, audit and accountability, risk assessment, penetration testing, vulnerability management, and security assessment and authorization; and

WHEREAS, the Borough is increasingly dependent on IT Technology to manage and store personal, financial and property data and records; and

WHEREAS, Moss Adams IT Reviews have cited that an independent information security consultant had not reviewed the Borough's external network connections and that the Borough lacked an Intrusion Detection System to monitor the network for security breaches; and

WHEREAS, the Borough has performed in 2011 a limited, independent security assessment of computers, networks, programs and data from unintended or unauthorized access, change, or destruction;

WHEREAS, the Borough has implemented a significant overhaul of the IT infrastructure and an intrusion detection system over the last 12 months;

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be *added* is underlined
Text to be *deleted* is [BRACKETED, CAPITALIZED]

35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60
61
62
63

WHEREAS, a comprehensive analysis of Borough IT security, to include access control, awareness training, audit and accountability, risk assessment review, penetration testing, vulnerability management, security assessment and authorization is needed;

NOW, THEREFORE, BE IT ORDAINED by the Assembly of the Fairbanks North Star Borough:

Section 1. Classification. This ordinance is not of a general and permanent nature and shall not be codified.

Section 2. General Fund Appropriation. The FY 2015-16 budget is hereby amended by appropriating \$50,000 to the General Fund budgetary guideline entitled "Contribution to Multi-Year General Subfund" and by increasing Contribution from Fund Balance by a like amount.

Section 3. Multi-Year General Subfund Appropriation. The FY 2015-2016 budget is hereby amended by appropriating \$50,000 to the Multi-Year General Subfund budgetary guideline entitled "Borough Information Technology Security Assessment and Training" and by increasing Contribution from General Fund by a like amount.

Section 4. Lapse of Funds. Upon completion or abandonment of the project, any unexpended, unencumbered funds will lapse to the General Fund fund balance.

Section 5. Effective Date. This ordinance is effective at 5:00 p.m. on the first Borough business day following its adoption.

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be added is underlined
Text to be deleted is [BRACKETED, CAPITALIZED]

64
65
66
67
68
69
70
71
72
73
74
75
76
77
78

PASSED AND APPROVED THIS _____ DAY OF _____, 2015.

Karl Kassel
Presiding Officer

ATTEST:

APPROVED:



Nanci Ashford-Bingham, MMC
Borough Clerk

A. René Broker
Borough Attorney

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be *added* is underlined
Text to be *deleted* is [BRACKETED, CAPITALIZED]

FAIRBANKS NORTH STAR BOROUGH
FISCAL NOTE

I. Request

Ordinance No: 2015-20- 1B Date Introduced: July 30, 2015

Abbreviated Title: \$50,000 from General Fund for Information Technology Security Assessment and Training

II. Financial Detail

Department/Division Affected: Computer Services/Administration

EXPENDITURE	General Fund	Multi-Year General Subfund		
	FY 15/16	FY 15/16		
Personnel Services				
Contractual Services				
Awaiting Budget		50,000		
Contribution to Multi-Year General Subfund	50,000			
Total	50,000	50,000		

SOURCE OF FUNDING

Contribution from General Fund		50,000		
Contribution from Fund Balance	50,000			
State Grants				
Total	50,000	50,000		

Specify Funding Sources: General Fund fund balance

OTHER FUNDING (PREVIOUSLY APPROPRIATED)

Cash Match:				
In-Kind Match:				

III. Project Purpose:

To provide funding for Borough information technology security assessment and training

IV. Analysis of Future Liabilities and Funding Sources:

None

V. Fund Certification: I certify that funding sources are available as detailed in II above.

Debra L.R. Brady For DLRB

Debra L.R. Brady
Chief Financial Officer

7/9/15
Date

FA	GLA
GA	CA
SpA	C
TBM	SA

**Fairbanks North Star Borough
Fiscal Impact Statement (FIS) (FNSBC 2.09.035 C.)**

Check	Date
<input type="checkbox"/> Version 1	
<input type="checkbox"/> Version 2	
<input type="checkbox"/> Version 3	
<input type="checkbox"/> Version 4	

Originator's Name: Jeff Jacobson **Department:** Mayor

To Be Introduced/Sponsored By: Mayor Hopkins

Abbreviated Ordinance Title: An Ordinance Appropriating Funds for Borough IT Security Assessment

Department(s)/Division(s) Affected: Computer Services

Proposed Introduction Date: July 30, 2015 **Ordinance No.:** 2015-20-1B

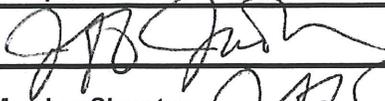
Does this ordinance authorize:

- 1) a new or expansion of services which entails additional costs beyond that approved in the current adopted budget? **Yes** **No** *
- 2) a project that is capital in nature and increases operational costs of the Borough in the current or any future fiscal year? **Yes** **No** *

Required Information/Estimates	FISCAL IMPACT PRO FORMA SUMMARY - BEST ESTIMATE				
	Remainder of Current FY	1st Full FY of Operations	2nd Full FY of Operations	3rd Full FY of Operations	4th Full FY of Operations
	FY 20 ₁₅ / 16	FY 20 /			
1. Timeline inclusive of all phases	50,000				
2. Number and type of new positions which may be required	N/A				
3. Cost of operations and maintenance					
4. Future costs to complete capital assets					
5. Estimated revenue impact					
6. Estimated non-Borough funds that may be received:					
a. to fund the ordinance					
b. to fund future phases					
c. to fund future operations and maintenance costs					
7. Anticipated annual tax subsidy					

Is backup attached? **Yes** **No**

Contact Person's Name, for FIS questions: Jeff Jacobson **Extension:** 1305

Director(s) Signature(s):  **Date:** 7-6-15

Mayor's Office or Assembly Member Signature:  **Date:** 7-6-15

Chief Financial Officer Signature:  **Date:** 7-9-15



Fairbanks North Star Borough Mayor's Office

809 Pioneer Road PO Box 71267 Fairbanks, Alaska 99707-1267 (907)459-1300 FAX (907)459-1102

MEMORANDUM

TO: Fairbanks North Star Borough Assembly

FROM: Luke T. Hopkins, Mayor *jjj for LH*

DATE: July 30, 2015

SUBJECT: Ordinance Re-appropriating \$15,000 to the Troopers Gabriel Rich and Scott Johnson Memorial Park

ORDINANCE NO. 2015-20-1C

Our community suffered a great loss when Trooper Gabe Rich and Trooper Scott Johnson died while performing their duties on May 1, 2014 in service to the State of Alaska. Over the years other borough public servants not just police officers have lost their lives in service to their community. On November 11, 2014, the City of North Pole dedicated a memorial park to remember and recognize those borough residents who have died in the line of service to their community. The \$15,000 will help facilitate the first construction phase of the memorial park.

I urge your approval of this ordinance.

1 By: Mayor Luke Hopkins
2 Mayor Bryce Ward
3

4 Introduced: 07/30/2015
5 Advanced:
6 Adopted:
7

8 FAIRBANKS NORTH STAR BOROUGH
9

10 ORDINANCE NO 2015-20- 1C
11

12 AN ORDINANCE AMENDING THE FY 2015-16 BUDGET BY REAPPROPRIATING
13 \$15,000 FROM GENERAL FUND NON-DEPARTMENTAL FUNDING TO THE MULTI-
14 YEAR GENERAL SUBFUND FOR THE PURPOSE OF AWARDED LOCAL FUNDING
15 TO CITY OF NORTH POLE FOR THE TROOPERS GABRIEL RICH AND SCOTT
16 JOHNSON MEMORIAL PARK
17
18

19 WHEREAS, in September 2004, the Fairbanks North Star Borough
20 transferred park authority to the City of North Pole for the operation and maintenance of
21 several parks within the City, including a veterans memorial park in the Morning Star
22 Subdivision; and
23

24 WHEREAS, the City of North Pole owns Block1 Lot 9 in the Morning Star
25 Subdivision, a parcel of land adjacent to the Beaver Springs Slough which was donated to
26 the City from Augie Hebert for the development of a park; and
27

28 WHEREAS, the City along with community partners have developed and are
29 constructing and will maintain a memorial park for Fairbanks North Star Borough residents
30 who have died in the line of duty while serving their country, state or municipality; and
31

32 WHEREAS, Trooper Gabe Rich and Trooper Sgt. Scott Johnson died while
33 performing their duties on May 1, 2014 in service to the State of Alaska; and
34

35 WHEREAS, the memorial park has been designed and the land cleared in
36 preparation for construction; and
37

38 WHEREAS, additional funding is needed to purchase construction materials
39 for the memorial park;
40

41 NOW, THEREFORE, BE IT ORDAINED by the Assembly of the Fairbanks
42 North Star Borough:
43
44
45

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be added is underlined
Text to be deleted is [BRACKETED, CAPITALIZED]

46 Section 1. Classification. This ordinance is not of a general and
47 permanent nature and shall not be codified.

48
49 Section 2. General Fund Reappropriation. The FY 2015-16 budget is
50 hereby amended by reappropriating \$15,000 from the General Fund budgetary guideline
51 entitled "Non-Departmental" (Grants Match, Indirect, Awaiting Budget allocation) to the
52 budgetary guideline entitled "Contribution to Multi-Year General Subfund" for the purpose of
53 awarding the funds to the City of North Pole for the Memorial Park.

54
55 Section 3. Multi-Year General Subfund Appropriation. Notwithstanding
56 Title 16 of the Fairbanks North Star Borough Code of Ordinances, the FY 2015-16 budget
57 is hereby amended by appropriating \$15,000 to the Multi-Year General Subfund budgetary
58 guideline entitled "City of North Pole Memorial Park" and by increasing Contribution from
59 the General Fund by a like amount.

60
61 Section 4. Contingency. This appropriation is contingent upon receipt of a
62 signed contract of agreement with City of North Pole.

63
64 Section 5. Lapse of Funds. Upon completion or abandonment of the
65 project, any unexpended, unencumbered funds will lapse to FY 2015-16 General Fund
66 "Non-Departmental" appropriation, Awaiting Budget allocation. After June 30, 2016, any
67 lapse will be to the fund balance of the General Fund.

68
69 Section 6. Effective Date. This ordinance shall be effective at 5:00 p.m. on
70 the first Borough business day following its adoption.

71
72
73 PASSED AND APPROVED THIS _____ DAY OF _____, 2015.

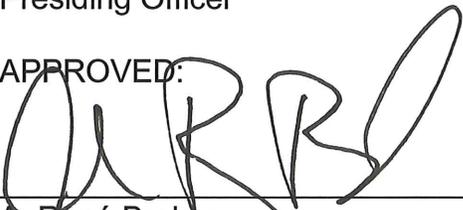
74
75
76
77
78
79
80
81
82
83
84
85
86
87

ATTEST:

Nanci Ashford-Bingham, MMC
Borough Municipal Clerk

Karl Kassel
Presiding Officer

APPROVED:



A. René Broker
Borough Attorney

AMENDMENTS ARE SHOWN IN LEGISLATIVE FORMAT
Text to be added is underlined
Text to be deleted is [BRACKETED, CAPITALIZED]

FAIRBANKS NORTH STAR BOROUGH
FISCAL NOTE

I. Request

Ordinance No: 2015-20- 1C Date Introduced: July 30, 2015

Abbreviated Title: \$15,000 Local Funding Award For City of North Pole Memorial Park

II. Financial Detail

Department/Division Affected: Mayor

EXPENDITURE	General Fund	Multi-Year General Subfund		
	FY 15/16	FY 15/16		
Personnel Services				
Contractual Services		15,000		
Capital Outlay				
Awaiting Budget	(15,000)			
Contribution to Multi-Year General Subfund	15,000			
Total	0	15,000		

SOURCE OF FUNDING

Contribution from General Fund		15,000		
Federal Grants				
State Grants				
Total		15,000		

Specify Funding Sources: Ordinance No. 2015-20 Non-Departmental, Awaiting Budget

OTHER FUNDING (PREVIOUSLY APPROPRIATED)

Cash Match:				
In-Kind Match:				

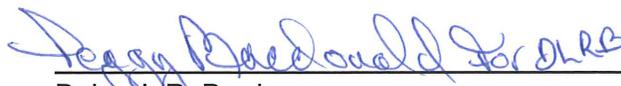
III. Project Purpose:

To provide a local award to City of North Pole for a Memorial Park

IV. Analysis of Future Liabilities and Funding Sources:

None

V. Fund Certification: I certify that funding sources are available as detailed in II above.



Debra L.R. Brady
Chief Financial Officer

7/9/15
Date

 FA	GLA
GA	CA
SpA	C
 TBM	SA

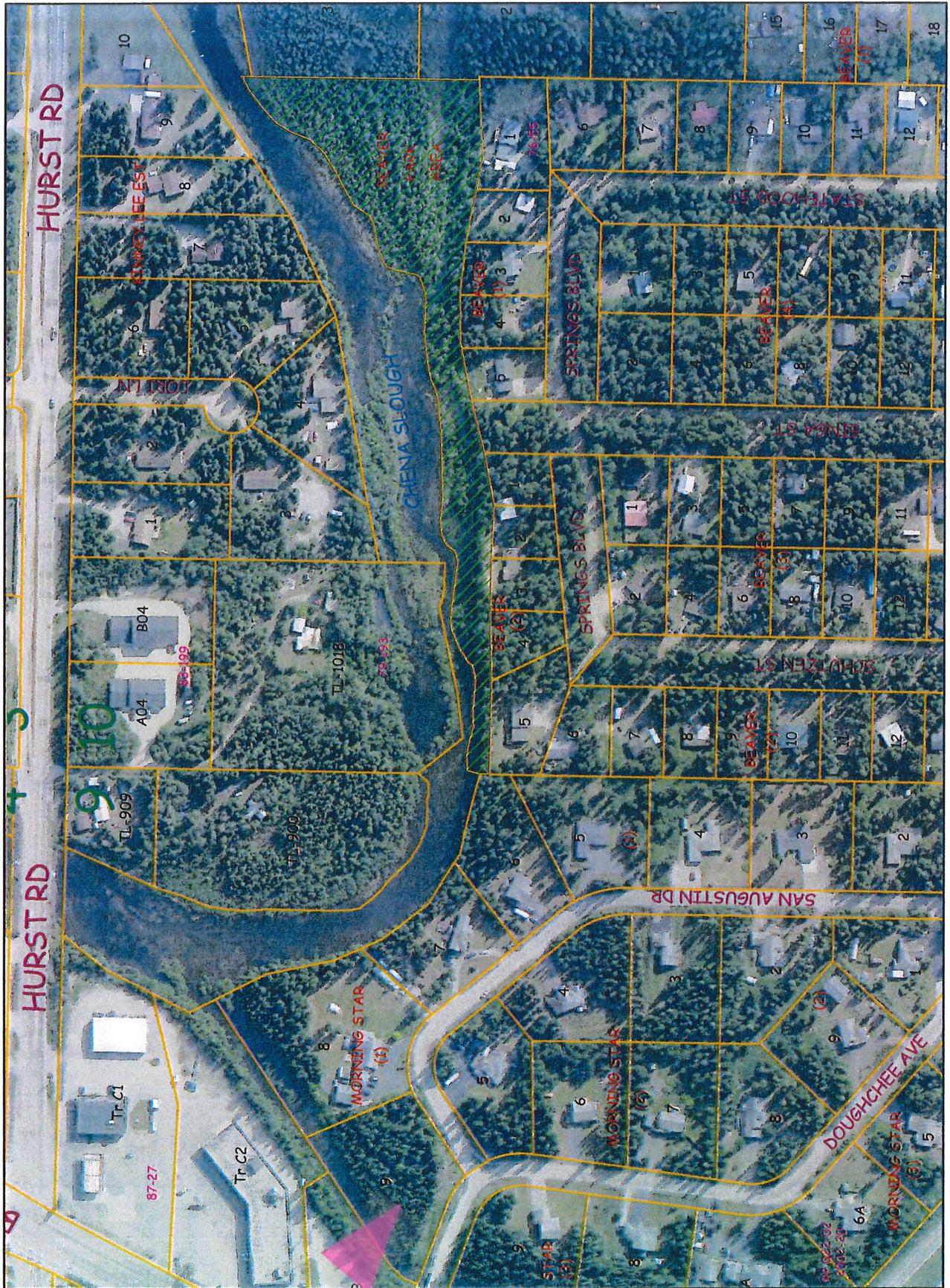
BUDGET REPORT

for the period ending 07/01/15
Run Date: 07/01/15

000005 GENERAL FUND ORG KEY
FUND 05 General Fund, 0 General Fund Group,

	BUDGET	ACTUALS	ENCUMB	AVAIL BALANCE
=====	=====	=====	=====	=====
50505 PERMANENT SALARIES.....	75,000.00	0.00	0.00	75,000.00
50520 EMPLOYEE BENEFITS BUDGET.....	46,950.00	0.00	0.00	46,950.00
TOTAL PERSONNEL SERVICES	121,950.00	0.00	0.00	121,950.00
53065 AWAITING BUDGET.....	30,000.00	0.00	0.00	30,000.00
TOTAL AWAITING OR EXCESS BUDGET	30,000.00	0.00	0.00	30,000.00
61510 PROFESSIONAL SERVICES.....	300,000.00	0.00	0.00	300,000.00
61610 ADVERTISING & PRINTING.....	30,000.00	0.00	0.00	30,000.00
61950 OTHER CONTRACTUAL SVCS.....	75,000.00	0.00	0.00	75,000.00
TOTAL CONTRACTUAL SERVICES	405,000.00	0.00	0.00	405,000.00
83515 CONTR TO SPECIAL REVENUE.....	187,865.00	0.00	0.00	187,865.00
83525 CONTR TO DEBT SERVICE.....	17,378,670.00	0.00	0.00	17,378,670.00
83526 CONTR TO MULTI-YR GENRL SUBFND....	2,691,450.00	0.00	0.00	2,691,450.00
83530 CONTR TO CAPITAL PROJECTS.....	100,000.00	0.00	0.00	100,000.00
83541 CONTR TO TRANSIT ENT FUND.....	5,321,550.00	0.00	0.00	5,321,550.00
83546 CONTR TO CAC ENTERPRISE.....	1,007,460.00	0.00	0.00	1,007,460.00
TOTAL OPERATING TRANSFERS OUT	26,686,995.00	0.00	0.00	26,686,995.00
TOTAL EXPENDITURES:	27,243,945.00	0.00	0.00	27,243,945.00
=====	=====	=====	=====	=====

rxbudrpt



CITY OF NORTH POLE

RESOLUTION 14-12

A RESOLUTION ESTABLISHING THE TROOPER GABE RICH & TROOPER SCOTT JOHNSON MEMORIAL PARK ON A CITY PROPERTY; BLOCK 1 LOT 9 IN THE MORNING STAR SUBDIVISION, TO HONOR FAIRBANKS NORTH STAR BOROUGH RESIDENTS WHO HAVE DIED IN THE LINE OF DUTY WHILE SERVING THEIR COUNTRY, STATE OR MUNICIPALITY.

WHEREAS, in September 2004 the Fairbanks North Star Borough (FNSB) transferred park authority to the City of North Pole for the operation and maintenance of several parks within the City, including a veterans memorial park at the Morning Star Subdivision; and

WHEREAS, the City owns Block 1, Lot 9 in the Morning Star Subdivision, a parcel of land adjacent to the Beaver Springs Slough donated to the City of North Pole from Augie Hebert for the development of a park; and

WHEREAS, the city along with community partners plan to develop, construct and maintain a memorial park for FNSB residents who have died in the line of duty while serving their county, state or municipality; and

WHEREAS, Trooper Gabe Rich and Trooper Sgt. Scott Johnson died while performing their duties on May 1, 2014 in service to the State of Alaska and will be greatly missed; and

WHEREAS, Trooper Gabe Rich began his public safety career working for the North Pole Police Department; and

WHEREAS, Trooper Gabe Rich is survived by his fiancé, Angie Taylor, and their sons Lenox and Malakai; and

WHEREAS, Trooper Sgt. Scott Johnson is survived by his wife Brandy and their three daughters; Hayly, Hana and Halene; and

WHEREAS, the city wishes to create a memorial park in remembrance of all local public employees who have lost their lives while in service to others; and

WHEREAS, in honor of the sacrifice of Trooper Gabe Rich and Trooper Sgt. Scott Johnson the City wishes to name the park the Trooper Gabe Rich & Trooper Scott Johnson Memorial Park.

NOW, THEREFORE BE IT RESOLVED that the City of North Pole establishes the Trooper Gabe Rich & Trooper Scott Johnson Memorial Park on a City property; block 1 lot 9 in the Morning Star Subdivision, to honor Fairbanks North Star Borough residents who have died in the line of duty while serving their country, state or municipality.

PASSED AND APPROVED by a duly constituted quorum of the North Pole City Council this
2nd day of June, 2014.



A handwritten signature in cursive script, appearing to read "Bryce J. Ward".

Bryce J. Ward, Mayor

ATTEST:

A handwritten signature in cursive script, appearing to read "Kathryn M. Weber".

Kathryn M. Weber, MMC
North Pole City Clerk

PASSED/FAILED

Yes: 5 – Holm, Hunter, Welch, McCarthy, Ward

No: 0

Absent: 2 – Smith, McGhee



58,520 SF

1.34 ACRES



CITY OF NORTH POLE

"Where the Spirit of Christmas Lives Year Round"

125 Snowman Lane • North Pole, Alaska 99705-7708
E-mail: mayor@northpolealaska.com • Website: www.northpolealaska.com

PRESS RELEASE

City Hall
907-488-2281
Fax: 907-488-3002

Mayor
907-488-8584

City Clerk
907-488-8583

Police
Department
907-488-6902

Fire
Department
907-488-2232

Utilities
907-488-6111

Director of
City Services
907-488-8593

Finance
907-488-8594

The City of North Pole announces the beginning the Trooper Gabriel Rich and Trooper Scott Johnson Memorial Park fund raising and service outreach effort. This kick off is a call to action for any and all individuals, businesses or companies interested in contributing money, services or materials needed to construct the memorial park to be located in North Pole.

The City dedicated the memorial park on November 11, 2014 with the plan to break ground in spring 2015. The memorial park will be a place for citizens of the Fairbanks North Star Borough to remember those public servants, not just police officers, who have paid the ultimate price in service to their community. The site of the memorial park is 2870 Dougchee Avenue, North Pole. Augie Hebert originally donated the land to the City of North Pole for a memorial park.

The City's first priority is recruiting volunteers willing to contribute labor, skills and materials for site preparation and construction of the memorial park. The skills needed to construct the park include land clearing, site preparation, landscaping, masonry/cement work, electrical, carpentry, structural engineering, surveying and general labor. Materials

North Pole Memorial Park Guidelines

It is the desire of the City of North Pole Memorial Park committee to establish a memorial park to honor those Fairbanks North Star Borough citizens who have died in the line of duty while serving their country, state or municipality.

In order to establish a clear and concise direction for the future planning of this park, the executive committee will set guidelines and parameters for the individuals who may be memorialized in the park.

Every individual memorialized in this park must meet the following criteria.

- 1) Must have been a resident of the Fairbanks North Star Borough at the time of the death.
- 2) Must have died while performing their official duties.
- 3) Must have been employed as a public servant to include military, state, municipal employees.

**Fairbanks North Star Borough
Fiscal Impact Statement (FIS) (FNSBC 2.09.035 C.)**

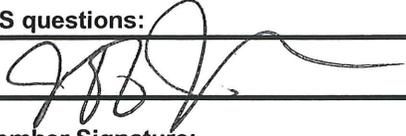
Check	Date
Version 1	
Version 2	
Version 3	
Version 4	

Originator's Name: Jeff Jacobson **Department:** Mayor
To Be Introduced/Sponsored By: Mayor Hopkins Mayor Ward
Abbreviated Ordinance Title: NP Memorial Park
Department(s)/Division(s) Affected: _____
Proposed Introduction Date: July 30, 2015 **Ordinance No.:** 2015-20-1C

Does this ordinance authorize:
 1) a new or expansion of services which entails additional costs beyond that approved in the current adopted budget? Yes ___ No *
 2) a project that is capital in nature and increases operational costs of the Borough in the current or any future fiscal year? Yes ___ No ___ *

Required Information/Estimates	FISCAL IMPACT PRO FORMA SUMMARY - BEST ESTIMATE				
	Remainder of Current FY	1st Full FY of Operations	2nd Full FY of Operations	3rd Full FY of Operations	4th Full FY of Operations
	FY 20__ / __	FY 20__ / __	FY 20__ / __	FY 20__ / __	FY 20__ / __
1. Timeline inclusive of all phases					
2. Number and type of new positions which may be required					
3. Cost of operations and maintenance					
4. Future costs to complete capital assets					
5. Estimated revenue impact					
6. Estimated non-Borough funds that may be received:					
a. to fund the ordinance					
b. to fund future phases					
c. to fund future operations and maintenance costs					
7. Anticipated annual tax subsidy					

Is backup attached? Yes ___ No ___

Contact Person's Name, for FIS questions: _____ **Extension:** _____
Director(s) Signature(s):  **Date:** 6/29/15
Mayor's Office or Assembly Member Signature: _____ **Date:** _____
Chief Financial Officer Signature:  **Date:** 7/1/15

1 Revised 7/29/15

By: Van Lawrence
Christopher Quist
Kathryn Dodge
Introduced: August 6, 2015

7 FAIRBANKS NORTH STAR BOROUGH

9 ORDINANCE NO. 2015 - 42

11 AN ORDINANCE PROVIDING FOR A BALLOT QUESTION TO BE PLACED BEFORE
12 THE QUALIFIED VOTERS AT THE REGULAR ELECTION ON OCTOBER 6, 2015,
13 ASKING WHETHER THE BOROUGH SHALL LEVY AN AREAWIDE 5% TAX ON
14 SALES OF MARIJUANA AND MARIJUANA PRODUCTS

16 WHEREAS, a sales tax or a change in the rate of levy of a sales tax must
17 be approved by the voters; and

19 WHEREAS, Alaska Statute 17.38 was adopted by Ballot Measure 2, An
20 Act to Tax and Regulate the Production, Sale and Use of Marijuana, and provided for
21 legal sale of marijuana and marijuana products in Alaska; and

23 WHEREAS, under the provisions of AS 17.38 retail sales of marijuana and
24 marijuana products will begin sometime in 2016.

26 NOW, THEREFORE, BE IT ORDAINED by the Assembly of the Fairbanks
27 North Star Borough:

29 Section 1. Section 3 of this ordinance is of a general and permanent
30 nature and shall be codified.

32 Section 2. Election. At the regular election to be held on October 6, 2015,
33 the following question shall be placed before the qualified voters of the borough:

35 "Shall the Fairbanks North Star Borough levy an areawide 5% tax on the
36 retail sale of marijuana and marijuana products with limited exemptions for

37 marijuana and marijuana products sales taxed by the City of Fairbanks
38 and the City of North Pole?”

39
40 Section 3. FNSBC Title 3, is amended to add a new chapter, to read as
41 follows:

42
43 Chapter 3.56 Marijuana and Marijuana Products Sales Tax

44 3.56.010 Areawide Sales Tax Levy. There is hereby levied a tax, equal to 5% of
45 the sales price, upon buyers of all retail sales of marijuana and marijuana products
46 made within the Fairbanks North Star Borough. This tax is imposed on all retail sales of
47 marijuana and marijuana products unless the sale is specifically exempted herein or by
48 other applicable law.

49
50 3.56.020 Exemptions. Sales within the City of Fairbanks and the City of North
51 Pole are exempt subject to the following limitations:

52 A. The borough does not intend to act as a collection agent for taxes on marijuana
53 or marijuana products sales imposed by the City of Fairbanks and the City of North
54 Pole.

55 B. If the City of Fairbanks or the City of North Pole imposes a tax on marijuana or
56 marijuana products sales exceeding that imposed by the borough, the operator is not
57 entitled to a refund from the borough.

58 C. If the City of Fairbanks or the City of North Pole does not tax marijuana or
59 marijuana products sales or imposes a tax on marijuana or marijuana products sales
60 less than the borough's, the tax imposed in this chapter shall be collected and remitted
61 to the borough. The borough will then remit to the applicable city its portion of the tax, if
62 any.

63
64 3.56.030 Definition. "Marijuana" means all parts of the plant (genus) Cannabis,
65 whether growing or not, the seed thereof, the resin extracted from any part of the plant,
66 and any compound, manufacture, derivative, mixture, or preparation of the plant, its
67 seeds, or its resin, including marijuana concentrate; marijuana does not include fiber

68 produced from the stalks, oil or cake made from the seeds of the plant, sterilized seed
69 of the plant that is incapable of germination, or the weight of any other ingredient
70 combined with marijuana to prepare topical or oral administrations, food, drink, or other
71 products.

72 “Marijuana Products” means concentrated marijuana products and marijuana
73 products that are comprised of marijuana and other ingredients and are intended for use
74 or consumption, such as, but not limited to, edible products, ointments, and tinctures.

75
76 Section 4. Effective date. Section 2 of this ordinance shall be effective at
77 5:00 p.m. on the first Borough business day following its adoption. Section 3 of this
78 ordinance shall become effective on May 1, 2016, if a majority of the qualified voters
79 voting on the question called for in Section 2 have cast their votes in favor of the
80 question.

81

82 PASSED AND APPROVED THIS ___ DAY OF _____, 2015.

83

84

85

86

87

Karl Kassel
Presiding Officer

88

89

90

ATTEST:

APPROVED:

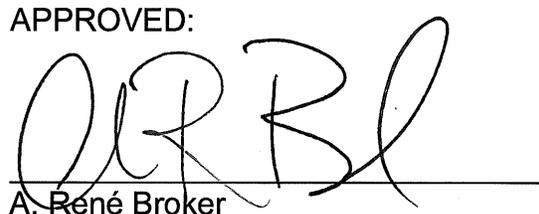
91

92

93

94

Nanci Ashford-Bingham, MMC
Borough Clerk



A. René Broker
Borough Attorney

95

96