

# Comprehensive Annual Financial Report

Fiscal Year Ending -  
June 30, 2017



PREPARED BY:

*DEPARTMENT OF FINANCE – CONTROLLERS DIVISION*

BOB BARTHOLOMEW, FINANCE DIRECTOR  
SAM MUSE, CONTROLLER



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Special thanks to *Tina Brown* for sharing  
her photograph of *Rock on Fire*.

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# **INTRODUCTORY SECTION**

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- **Listing of Elected and Appointed Officials**
- **Certificate of Achievement for Excellence in Financial Reporting**







Address: 155 Municipal Way, Juneau, AK 99801  
Phone: 907-586-5215, Fax: 907-586-0358

December 22, 2017

The Honorable Mayor and Assembly  
Mr. Duncan Rorie Watt, City Manager  
City and Borough of Juneau  
Juneau, Alaska 99801

I am pleased to transmit to you the City and Borough of Juneau's (CBJ) Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2017.

The CBJ Charter, Section 9.18, and our bonding covenants require annual independent audits be made of our financial records and transactions. The audits are to be performed by a certified public accountant designated by the Assembly. As part of the annual financial audit, we also comply with the requirements of the Federal Single Audit Act Amendments of 1996, the related OMB 2CFR Part 200 (formerly Circular A-133), and the State of Alaska audit requirements under 2 AAC 45.010. This report is published to fulfill the requirement for the fiscal year ended June 30, 2017.

The CAFR is prepared by the CBJ Finance Department. The responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the CBJ. The enclosed data is accurate in all material aspects and is presented in a manner which fairly sets forth the financial position and results of operations of CBJ, on a government-wide and fund basis.

To provide a reasonable basis for making these representations, a comprehensive internal control framework has been designed and established to protect the government's assets from loss, theft, or misuse. These internal controls also allow for the preparation of the financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The cost of internal controls should not exceed their benefits, as such; the framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Elgee Rehfeld Mertz, LLC, Certified Public Accountants have issued an unmodified opinion that the financial statements for the fiscal year ended June 30, 2017, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component in the financial section of this report.

Immediately following the independent auditor's report is the section, Management's Discussion and Analysis (MD&A) that provide a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is designed to complement this letter of transmittal and should be read in conjunction with it.

**The Honorable Mayor and Assembly**

**PROFILE OF THE GOVERNMENT**

The City of Juneau was incorporated in 1900 as Alaska's capital. The City of Douglas was incorporated in 1902. The Greater Juneau Borough was incorporated as a first class borough on September 30, 1963. The Cities of Juneau and Douglas and the Greater Juneau Borough were unified in 1970 into CBJ. CBJ is empowered to levy a sales tax on retail sales and a property tax on both real and personal property located within its boundaries. It is also empowered by state statutes to extend its corporate limits by annexation, which it has done from time to time.

An Assembly-Manager form of government was adopted as a provision of the Home Rule Charter and unification approved by the voters in 1970. The CBJ Assembly has nine members, one of which is the Mayor. The Assembly members are nominated by district, but elected at large to a three-year term. The Assembly has both legislative and policy-making powers and duties. The Manager, who is appointed by and reports to the Assembly, acts as the chief administrative officer.

Being a unified city/borough, the CBJ provides a wide range of public services including general administrative, police, fire, emergency medical, community development, library, mass transit, parking, marine port facilities, boat harbors, airport, hospital, water utility, sewer utility and road, street and sidewalk maintenance and alpine and Nordic skiing. The CBJ is also financially accountable for a school district with its own elected governing body. The School District is reported as a component unit within the CBJ's financial statements. Additional information on this legally separate entity can be found in the notes to the financial statements (See Note 1).

**LOCAL ECONOMY**

As Alaska's Capital City, state and federal governments support a large portion of our economic base. In diversifying the economy, the CBJ has supported and encouraged investments in tourism, mining, research, manufacturing and regional merchandising. These efforts have resulted in private sector growth and economic diversification. In 2016, private sector jobs represented 63% of all employment in the community. Even though the efforts to diversify are succeeding, the fact remains that Juneau's economic base still relies heavily on government employment. Of the 17,630 jobs reported by employers in 2016, 6,593 were public sector jobs with the federal, state or local governments. The largest public sector employer is the state government with 3,837; while the federal and local governments employed 692 and 2,064, respectively. State government had the most job losses (260 – 6%), followed by federal civilian employment. Still, Juneau's 2016 unemployment rate was 4.5%; this is basically flat from the prior year. Juneau's employment has remained stable.

As previously noted, an important component of Juneau's economy is tourism. In 2016, approximately 70% of Juneau's visitors arrived by cruise ship, traveling from Vancouver and Seattle by way of the "Inside Passage". Over the years, Juneau has seen significant increases in cruise ship activity. Cruise ship visitors, paying the local passenger fee, increased by 3% for 2016 to 1,005,000.

Juneau benefits from large-scale mining. There are two large operating mines in the Juneau area, the Hecla Greens Creek Mine and the Coeur Kensington Mine. The mining industry in 2016 provided 5% of Juneau's jobs and 9% of total wages. The largest is the Hecla Greens Creek Mine. This mine is located on Admiralty Island 18 miles west of downtown Juneau, and within the borough boundaries. In 2016 the Hecla Greens Creek Mine produced gold, silver, and significant quantities of zinc and lead. They remain the largest private employer in Juneau and among the top 10 silver producers in the world.

**The Honorable Mayor and Assembly**

The Coeur Kensington mine is located 45 miles northwest of Juneau and within the borough boundary. In mid-1995, Coeur Alaska, Inc. acquired full ownership of the Kensington Gold Project. The mine began commercial production on July 3, 2010. Kensington is the second largest private employer in Southeast Alaska.

Besides tourism and mining, Juneau is offering economic incentives to other smaller industries to broaden the City's economy. A small, but economically important, area targeted by the CBJ is regional shopping. The City has made a concerted effort to establish itself as a regional shopping destination for Southeast Alaska residents. Juneau has three major retailers located within the borough, Home Depot, Fred Meyer and Costco. In addition, there are a large variety of smaller retailers. Juneau's retail sector includes approximately 140 establishments that employed a total of 1,878 workers in 2016. Workers in the retail sector earned a total of \$56 million in wages.

New housing construction projects permitted saw a decrease, from 2015, to 50 units with a value of \$13.5 million. Commercial permits increased from 10 to 24 but the overall value decreased \$2 million to \$22.7 million.

**SHORT-TERM FINANCIAL PICTURE**

CBJ's largest general government revenue programs are equally distributed between property tax and sales tax. This year's sales taxes revenue was \$46.6 million, an increase of \$1.0 million (2%) over FY16. Property tax revenue was \$48.8 million, an increase of \$1.3 million (3.0%).

Looking forward, the biggest risk to the local economy is the financial shortfall being addressed by the state of Alaska due to low oil prices and declining oil production. Thus growth level for the next several years is projected to be flat to down slightly. The CBJ initially adopted a balanced budget for FY17 & 18. Subsequently, to address state budget revenue shortfalls, the Governor vetoed significant local government funding sources reducing revenue to CBJ by nearly \$4 million. This shortfall was covered by \$1 million in increased sales tax revenues and drawing \$3 million from savings. The projected balance in the Budget Reserve is \$14.8 million for FY17 and during FY18 and FY19 an additional \$1.45 million in sales tax proceeds will be deposited into the Budget Reserve.

**LONG-TERM FINANCIAL PLANNING**

The dominance of State government in the local economy and the fact that the State government relies primarily on a single revenue source, oil royalties/taxes, makes long-term economic stability less certain. World oil price decreased starting in 2014 (recovering somewhat during 2016) have significantly reduced the State's revenues below their recent expenditure level.

To strengthen and diversify the local economy the CBJ Assembly adopted a comprehensive Economic Development Plan in February 2015 and a Housing Action Plan in December 2016. Priority strategies in these plans are being implemented with regular reporting from staff to the Assembly.

The operating mill levy for FY17 of 9.26 mills was 2.74 mills less than the voter approved operating mill levy cap of 12 mills. This cap does not apply to property tax levies to fund voter approved debt service. We have experienced a nearly flat operating mill levy for 10 years and the debt service levy decreased .01 mills in FY17 to 1.40 mills. The total FY17 mill levy was 10.66 mills.

**MAJOR INITIATIVES AND FACILITY IMPROVEMENTS**

CBJ as a community continues to place significant resources into infrastructure and facility maintenance as well as new facility construction and energy efficiencies. Since 2002 a majority of the cost of funding school facility maintenance,

**The Honorable Mayor and Assembly**

repairs and construction had been shared with the State. In 2015 the State Legislature placed a 5 year moratorium on new debt/funding for new school construction and major maintenance. Due to the moratorium CBJ will initially need to fund school maintenance.

Voters have also approved a series of temporary sales tax measures to fund capital improvements. The improvements funded with sales tax levies include:

- On October 2, 2012, voters approved a temporary five-year 1% areawide sales tax to fund \$10.0 million of bond debt repayment, \$5.0 million to replenish the general government budget reserves (as recommended by the 2011 Mayor’s Budget Task Force), and to partially fund Dimond Park Library (construction began on June 6, 2014 — completed Fall 2015), a child and adolescent mental health facility, airport snow removal equipment facility, boat haul out and kayak launch ramp at Statter Harbor, water filtration, building maintenance, parks and trails maintenance, Lemon Creek neighborhood park, off-highway vehicle park, JACC expansion — Performing Arts Center and Walter Soboleff Center. This tax is effective October 1, 2013 through September 30, 2018.
- On October 4, 2016, voters approved a temporary (five-year) 3% areawide sales tax levy. This levy is expected to generate \$24.0 to \$26.0 million annually. 1% of this levy (roughly \$8.0 million annually) will fund the repair and construction of streets, sidewalks, retaining walls, drainages, and stairway capital projects. This extends the current temporary 3% areawide sales tax until June 30, 2022.

**AWARDS AND ACKNOWLEDGEMENTS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City and Borough of Juneau for its comprehensive annual financial report for the fiscal year ended June 30, 2016. This is the thirtieth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

I would like to thank the Finance Department staff for their efforts in preparing this comprehensive annual financial report. Sam Muse, CBJ’s Controller, coordinates the team efforts necessary for the report’s production. Special thanks go to Jean Hodges, Assistant Controller; Cheryl Crawford, Treasurer; Theresa Winther, Deputy Treasurer; Sonia DelGado, Kathleen Jorgensen, Angelica Lopez-Campos, Sara Rearick, Rose Evans and Mary Norcross, Accountants. Without their efforts, the production of the annual financial report would not be possible.

I wish to express my appreciation to Rorie Watt, City Manager, and Mila Cosgrove, Deputy City Manager, for their support throughout the year in accomplishing our fiscal goals. In addition, I want to thank the Mayor and Assembly for their interest and support in planning and conducting the financial operations of the City and Borough of Juneau in a responsible and progressive manner.

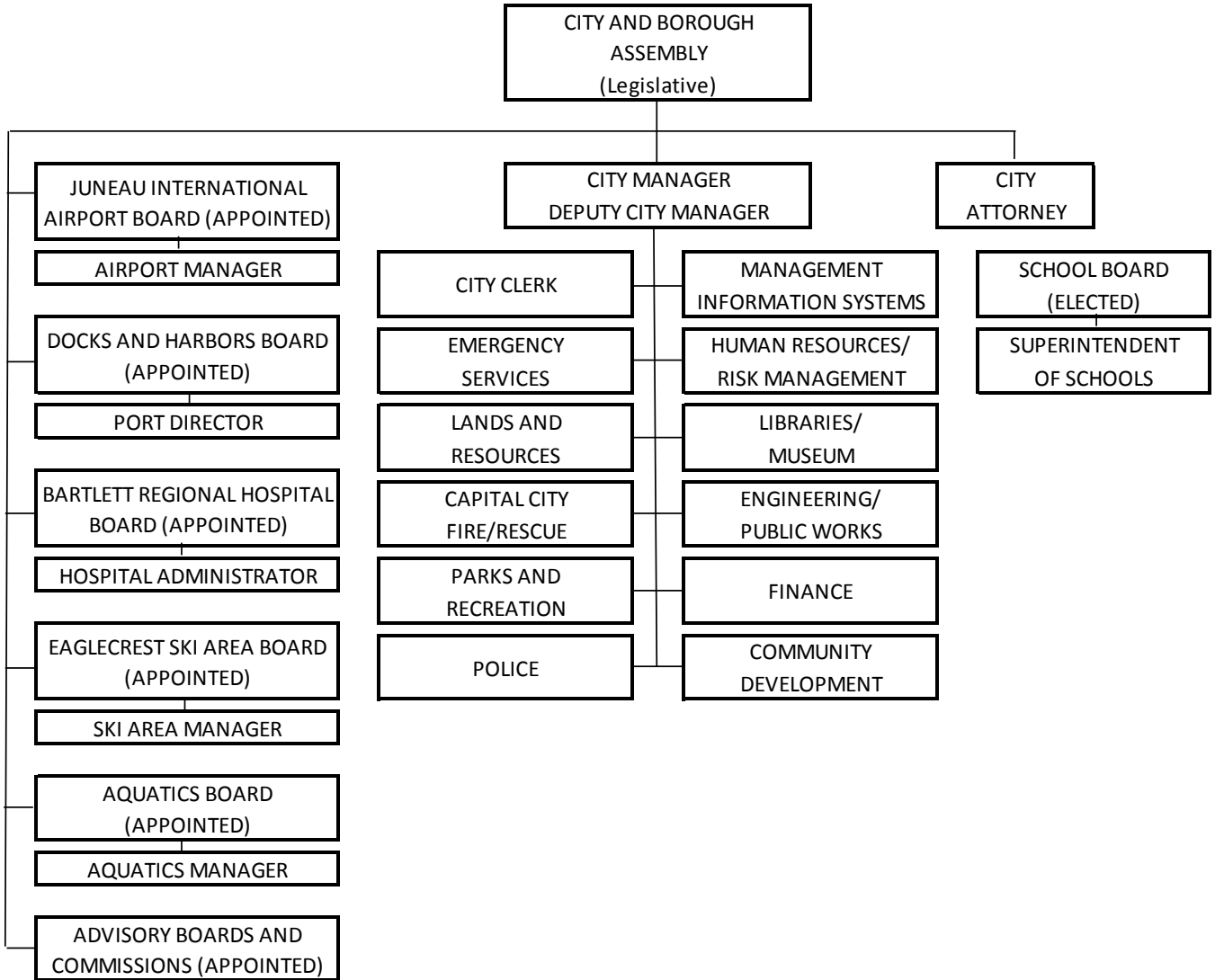
Respectfully submitted,



Robert N. Bartholomew, Finance Director



# CITY and BOROUGH of JUNEAU GOVERNMENTAL FUNCTIONS Organization Chart



# CITY AND BOROUGH OF JUNEAU

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## **CURRENT ASSEMBLY**

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### MAYOR

Ken Koelsch

### AREAWIDE

Maria Gladziszewski  
Norton Gregory

### DISTRICT #1

Mary Becker  
Loren Jones  
Jesse Kiehl

### DISTRICT #2

Rob Edwardson  
Jerry Nankervis  
Beth Weldon

### ADMINISTRATION

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Rorie Watt, City Manager  
Mila Cosgrove, Deputy City Manager

### FINANCE

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Robert Bartholomew, Finance Director  
Sam Muse, Controller  
Cheryl Crawford, Treasurer



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City and Borough of Juneau  
Alaska**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

*Christopher P. Morrill*

Executive Director/CEO



# **FINANCIAL SECTION**

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- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
  - **Government-wide Financial Statements**
  - **Fund Financial Statements**
  - **Notes to the Financial Statements**
- **Required Supplementary Information**
- **Combining Fund Statements and Schedules**
- **Governmental Individual Fund Statements and Schedules**
- **Proprietary Individual Fund Statements and Schedules**
- **Capital Assets Used in the Operation of Governmental Funds**



# ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

To the Members of the Assembly  
City and Borough of Juneau, Alaska

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, discretely presented component unit, each major fund, and the aggregate remaining fund information of the City and Borough of Juneau, Alaska (City and Borough), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City and Borough's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

The City and Borough's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City and Borough, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the major governmental funds as listed in the table of contents for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Other Matters***

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the major funds budget to actual statements on pages 78 through 79 and the pension information schedules on pages 80 through 81, and the management's discussion and analysis on pages 3 through 12 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City and Borough's basic financial statements. The combining and individual nonmajor fund financial statements, schedules of capital assets used in the operation of governmental funds, and schedule of additional information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have issued our report dated December 22, 2017 on our consideration of the City and Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City and Borough's internal control over financial reporting and compliance.



December 22, 2017

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The City and Borough of Juneau (CBJ) Management's Discussion and Analysis (MD&A) provides the narrative overview and analysis of the financial activities of the CBJ for the fiscal year ended June 30, 2017. Readers should consider the information presented here in conjunction with additional information in the letter of transmittal, which can be found on pages vii-xi of this report.

### FINANCIAL HIGHLIGHTS

- CBJ net position increased by \$25.1 million (2.7%). The governmental net position increased by \$14.8 million (3.9%) and the business-type net position increased by \$10.3 million (1.9%).
- Total assets and deferred outflows of resources of CBJ increased \$40.7 million (3.2%).
- Total liabilities and deferred inflows of resources of CBJ increased \$15.6 million (4.7%).

These variances are discussed on pages 5 through 6.

- The governmental activity revenue increased \$1.3 million (.94%). Business-type activity revenue increased \$22.2 million (16.7%).
- The total cost of all CBJ programs increased by \$14.3 million (5.5%).
- The most significant governmental activity is Education, which represents 28.0% of governmental expenses and 12.7% of total expenses. The most significant business-type activity is the hospital, which represents 73.7% of business-type expenses and 40.1% of total expenses.

These variances are discussed on pages 6 through 9.

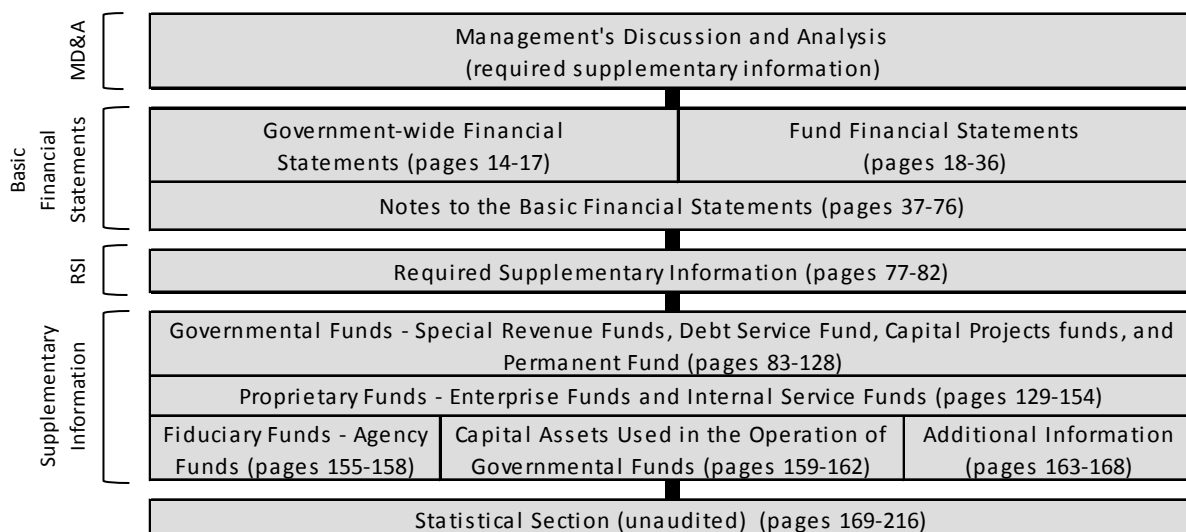
- The General Fund (the primary operating fund), on the current resources basis, reported a decrease in fund balance of \$2.9 million (9.4%).

The General Fund is discussed in greater detail beginning on pages 8 through 9.

### REPORT FORMAT

The comprehensive annual financial report is presented with the Management's Discussion and Analysis (MD&A). The report consists of government-wide statements, fund financial statements, notes to the financial statements, required supplementary information, combining statements of major and non-major funds, and supplementary information.

The report layout is graphically presented in the following illustration:



The first statements are highly condensed and present a government-wide view of the CBJ's finances. Within this view all operations are reported as either governmental or business-type activities. Governmental activities include basic services such as public safety, public transportation, public works, parks and recreation, community development and lands management, and general government administration. Business-type activities include airport, hospital, water, wastewater, harbors, dock, and waste management. The government-wide statements include the Statement of Net Position (Deficit) and the Statement of Activities.

The focus is on both the City as a whole (government-wide) and on the major individual funds. Both perspectives allow the user to focus on the more relevant financial issues and broaden their basis for year to year or government to government comparisons.

## OVERVIEW OF FINANCIAL STATEMENTS

The MD&A is intended to serve as an introduction to the CBJ's basic financial statements, which comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report contains supplementary information in addition to the basic financial statements.

## GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the CBJ's finances, in a manner similar to a private-sector business.

The Statement of Net Position (Deficit) presents information on all of the CBJ's assets and liabilities, with the difference reported as net position (deficit). Over time, increases or decreases in net position (deficit) may serve as an indicator of whether the City's financial position is improving or declining.

The Statement of Activities demonstrates how the net position (deficit) changed during the fiscal year. All changes in net position (deficit) are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused personal leave).

Both of the government-wide financial statements distinguish functions that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

These statements discretely present the financial position and activities of the school district, which is a component unit.

The government-wide financial statements can be found on pages 14-17 of this report.

## FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The CBJ, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the CBJ can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** – *Governmental funds* are used to account for the same functions reported as *governmental activities* in the government-wide financial statements. Governmental fund financial statements help identify the financial resources that can be spent in the near future to finance the City's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the governmental fund balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances. A reconciliation is presented to facilitate this comparison between *governmental funds* and *governmental activities*.

The CBJ maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the major governmental funds. The major governmental funds are the general fund, the sales tax special revenue fund, and the general debt service fund. Data from the remaining special revenue funds, capital projects funds, and permanent fund is presented in aggregate. Detail by fund type is presented in the combining statements.

For the year ended June 30, 2017

**MANAGEMENT'S DISCUSSION and ANALYSIS**

The CBJ adopts an annual budget for all operating funds. A budgetary comparison statement has been provided for each major governmental fund.

The basic governmental fund financial statements can be found on pages 18-25 of this report.

**Proprietary Funds** – The CBJ maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Internal service funds are used to accumulate and allocate costs among the CBJ's various functions. *Internal service funds* account for central equipment and risk management services. Central equipment services predominately benefit governmental rather than business-type functions and have been included within governmental activities in the government-wide financial statements. Risk management services predominately benefit business-type functions and have been included within business-type activities.

The proprietary fund financial statements provide separate information for the airport, hospital, water, wastewater, harbors, dock, and waste management; and they are all considered major funds. The internal service funds are risk and fleet, which are presented in the aggregate with the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 26-35 of this report.

**Fiduciary Funds** – *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the CBJ's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statement can be found on page 36 of this report.

**Notes to the Financial Statements** – The notes provide additional information to support and clarify the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37-76 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted, net position may serve over time as an indicator of a government's financial position. In the case of the CBJ, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$951 million as of June 30, 2017.

The largest portion of the CBJ's net position (89.1%) reflects its investment in capital assets (e.g. land, buildings, and machinery and equipment) less any related debt that is still outstanding. CBJ uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although CBJ's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this outstanding debt must be provided from other sources, as the capital assets themselves cannot be used as a source of funds to liquidate these liabilities. The amount of debt related to the investment in capital assets is \$143 million as of June 30, 2017.

**CITY AND BOROUGH OF JUNEAU'S NET POSITION (DEFICIT)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current and other assets	\$ 100,398,670	98,416,833	161,688,608	170,936,473	262,087,278	269,353,306
Capital assets	473,398,537	469,891,611	525,761,470	498,776,318	999,160,007	968,667,929
Total assets	573,797,207	568,308,444	687,450,078	669,712,791	1,261,247,285	1,238,021,235
Deferred outflows of resources	14,678,304	10,579,048	22,736,680	9,340,368	37,414,984	19,919,416
Total assets & def. outflows	588,475,511	578,887,492	710,186,758	679,053,159	1,298,662,269	1,257,940,651
Current & other liabilities	8,313,477	9,992,584	26,971,485	33,546,118	35,284,962	43,538,702
Long-term liabilities	184,297,134	183,748,773	125,869,289	97,565,570	310,166,423	281,314,343
Total liabilities	192,610,611	193,741,357	152,840,774	131,111,688	345,451,385	324,853,045
Deferred inflows of resources	696,890	4,795,463	963,593	1,844,839	1,660,483	6,640,302
Total liabilities & def. inflows	193,307,501	198,536,820	153,804,367	132,956,527	347,111,868	331,493,347
Net position (deficit):						
Investment in capital assets	359,122,544	366,047,060	488,478,452	462,249,780	847,600,996	828,296,840
Restricted	42,955,244	37,282,651	40,925,978	46,359,045	83,881,222	83,641,696
Unrestricted (deficit)	(6,909,778)	(22,979,039)	26,977,961	37,487,807	20,068,183	14,508,768
<b>Total net position</b>	<b>\$ 395,168,010</b>	<b>380,350,672</b>	<b>556,382,391</b>	<b>546,096,632</b>	<b>951,550,401</b>	<b>926,447,304</b>

**MANAGEMENT’S DISCUSSION and ANALYSIS**

*For the year ended June 30, 2017*

Total assets and deferred outflows of resources for governmental activities increased \$9.6 million, while total liabilities and deferred inflows of resources decreased \$5.2 million, resulting in an overall increase of \$14.8 million in net position. Likewise, total assets and deferred outflows of resources for business-type activities increased \$31.1 million, while total liabilities and deferred inflows of resources increased \$20.8 million resulting in an overall increase of total net position of \$10.3 million.

Overall, the government’s net position increased by \$25.1 million during the current fiscal year compared to an increase of \$15.8 million in the prior fiscal year. This increase occurred as revenues increased (\$23.6 million or 8.6%) and expenses increased (\$11.3 million or 4.4%). The increase in expenses was restrained to match the increase in revenue.

A portion of the CBJ’s net position (\$83.9 million or 8.8%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$20.1 million or 2.1%) may be used to meet the government’s ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the CBJ was able to report positive balances in all three categories of net position. The same situation held true for the prior fiscal year.

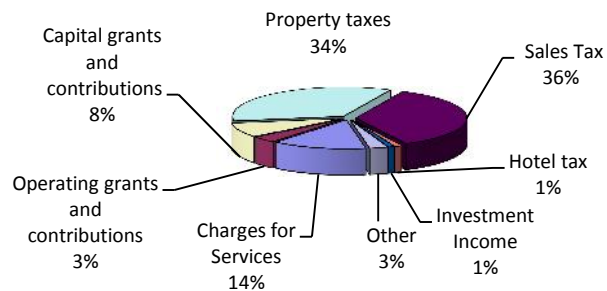
**CITY AND BOROUGH OF JUNEAU'S CHANGES IN NET POSITION**

REVENUES:	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Program revenues:						
Charges for services	\$ 19,303,246	18,376,913	127,539,484	117,216,403	146,842,730	135,593,316
Operating grants & contributions	4,924,671	4,958,173	2,957,815	3,748,315	7,882,486	8,706,488
Capital grants & contributions	11,624,023	12,559,941	24,077,285	10,788,059	35,701,308	23,348,000
General revenues:						
Property taxes	48,849,681	46,969,301	-	-	48,849,681	46,969,301
Other taxes	52,075,488	50,502,608	-	-	52,075,488	50,502,608
Grants and contributions not restricted to specific programs	3,580,429	4,327,964	-	-	3,580,429	4,327,964
Other	1,528,175	2,868,690	626,798	1,206,003	2,154,973	4,074,693
<b>Total revenues</b>	<b>\$ 141,885,713</b>	<b>140,563,590</b>	<b>155,201,382</b>	<b>132,958,780</b>	<b>297,087,095</b>	<b>273,522,370</b>

**Governmental Activities** – Governmental activities net position increased \$14.8 million. Key elements of the change for governmental activities are as follows:

- Property taxes increased \$1.9 million (4.0%) principally due to overall increases in assessed value of CBJ properties in FY17.
- Sales and other taxes increased \$1.6 million (3.2%) due to increased spending activity from tourism and other industries within the CBJ.
- Unrestricted investment earnings decreased \$1.2 million (47.9%) due to a decrease in performance of investment holdings.

**Revenues - Governmental Activities  
Fiscal Year Ended June 30, 2017**





For the year ended June 30, 2017

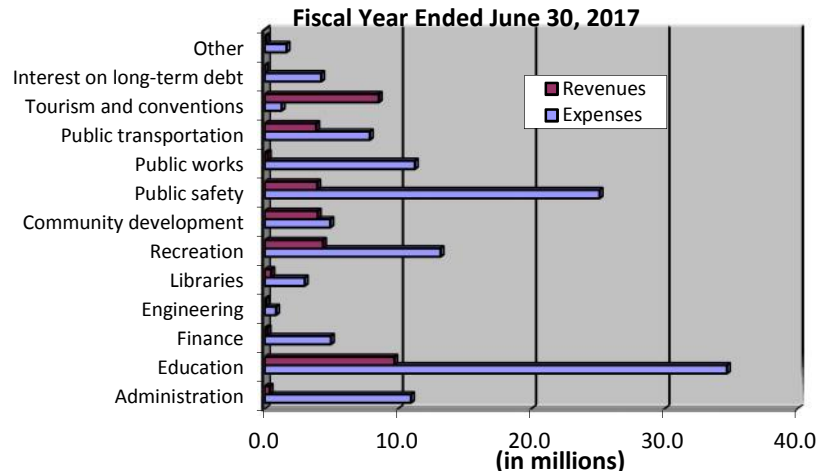
## MANAGEMENT'S DISCUSSION and ANALYSIS

## CITY AND BOROUGH OF JUNEAU'S CHANGES IN NET POSITION (continued)

EXPENSES:	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Legislative	\$ 5,530,933	3,844,643	-	-	5,530,933	3,844,643
Legal	1,869,963	2,112,547	-	-	1,869,963	2,112,547
Administration	3,572,351	4,343,977				
Education	34,684,158	17,998,647				
Finance	4,963,151	4,982,832				
Engineering	845,105	854,175				
Libraries	3,000,751	3,264,478	-	-	3,000,751	3,264,478
Social services	1,545,768	1,522,628	-	-	1,545,768	1,522,628
Parks and recreation	13,194,972	11,748,236	-	-	13,194,972	11,748,236
Community development	4,919,317	22,944,555	-	-	4,919,317	22,944,555
Affordable housing	75,465	11,361	-	-	75,465	11,361
Public safety	25,123,132	25,520,984	-	-	25,123,132	25,520,984
Public works	11,261,821	10,989,194	-	-	11,261,821	10,989,194
Public transportation	7,885,343	7,189,069	-	-	7,885,343	7,189,069
Community projects	11,128	846,748	-	-	11,128	846,748
Tourism and conventions	1,264,728	2,447,657	-	-	1,264,728	2,447,657
Interest on long-term debt	4,235,889	4,082,394	-	-	4,235,889	4,082,394
Airport	-	-	11,957,662	9,172,571	11,957,662	9,172,571
Harbors	-	-	5,227,907	4,954,263	5,227,907	4,954,263
Docks	-	-	2,886,591	2,705,397	2,886,591	2,705,397
Hospital	-	-	109,170,810	96,897,228	109,170,810	96,897,228
Water	-	-	5,406,762	5,732,274	5,406,762	5,732,274
Wastewater	-	-	12,294,566	12,384,091	12,294,566	12,384,091
Waste Management	-	-	1,118,711	1,197,499	1,118,711	1,197,499
Total expenses	123,983,975	124,704,125	148,063,009	133,043,323	227,982,219	229,567,817
Change in net position						
before transfers	17,901,738	15,859,465	7,138,373	(84,543)	69,104,876	43,954,553
Transfers	(3,084,400)	(5,619,885)	3,084,400	5,619,885	-	-
Increase in net position	14,817,338	10,239,580	10,222,773	5,535,342	69,104,876	43,954,553
Net position beginning of year	380,350,672	370,111,092	546,096,632	540,561,290	926,447,304	910,672,382
Restatement	-	-	62,986	-	62,986	-
<b>Net position end of year</b>	<b>\$ 395,168,010</b>	<b>380,350,672</b>	<b>556,382,391</b>	<b>546,096,632</b>	<b>995,615,166</b>	<b>954,626,935</b>

- Community development expenses decreased \$18.0 million (78.6%) and Education expenses increased \$16.7 million (92.7%) due to reclassifications of capital project expenditures in the previous year.
- Community projects decreased \$.8 million (98.7%) due to changes in construction activity for Community Projects.
- Legislative expenses increased \$1.6 million (43.9%) due to an increased in expenditures for Assembly grants and legal expenses.

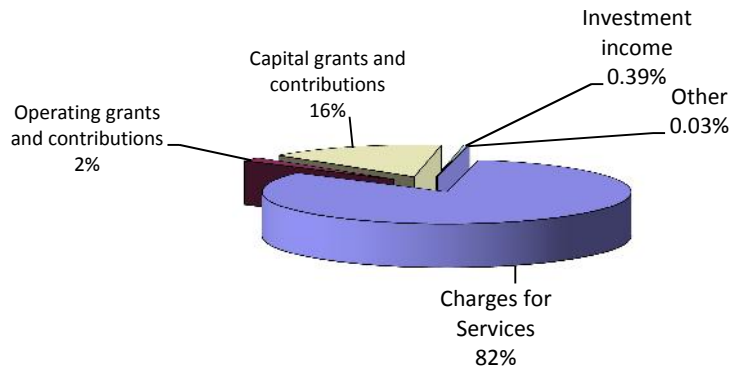
## Expenses and Program Revenues - Governmental Activities



**Business-type Activities** – Business-type activities increased the CBJ’s net position by \$10.3 million. Key elements of this increase are as follows:

- Capital grants and contributions decreased \$13.3 million (123.2%) due to increased construction activity within the Docks, Harbors and Airport funds.
- Charges for services revenue increased \$10.3 million (8.8%) due to increased revenues from Bartlett Regional Hospital.
- Bartlett Regional Hospital expenses increased \$9.3 million (9.6%) principally due to an increase in salaries and benefits expenses.

**Revenues - Business-type Activities  
Fiscal Year Ended June 30, 2017**



**FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS**

As noted earlier, the CBJ uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds** – The focus of the CBJ’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the CBJ’s financing requirements. In particular, unassigned fund balance may serve as a measure of a government’s net resources available for spending at the end of the fiscal year.

CBJ’s governmental funds reported combined ending fund balances of \$81.4 million, an increase of \$2.4 million (3.1%) over the prior year due to decreased expenditures.

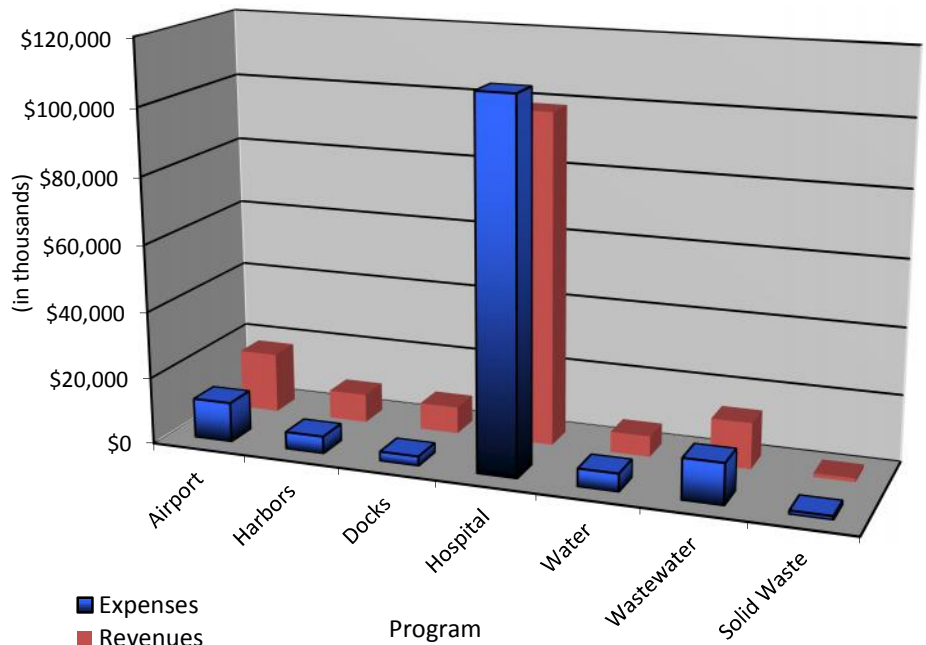
Fund balances have been classified as follows (see page 44):

- \$ 5.8 million as non-spendable,
- \$38.3 million as restricted,
- \$9.0 million as committed,
- \$21.8 million as assigned, and
- \$6.5 million as unassigned.

Of the assigned amount, \$2.6 million is set aside for FY18 budgetary spending, \$4.3 million to meet the liability for earned but unused leave, and \$0.1 million for other assigned purposes. The remaining \$14.8 million in assigned fund balance for budget reserve purposes. This amount is secured by the assigned fund balance in the general fund.

The General Fund is the primary operating fund of the CBJ. At the end of the current fiscal year unassigned fund balance was \$6.7 million, while total fund balance reached \$28.4 million. In October 2012, the Assembly passed a resolution establishing the Budget Reserve (previously called the emergency budget reserve) which requires Assembly action to expend the reserve.

**Expenses and Revenues - Business-type Activities  
Fiscal Year Ended June 30, 2017**



For the year ended June 30, 2017

**MANAGEMENT'S DISCUSSION and ANALYSIS**

Significant changes are as follows:

- Investment and interest income decreased \$1.2 million (49.8%) due to poorer performance of CBJ investments than in the previous year.
- State revenues decreased \$1.8 million (28.7%) due to a decrease in funding levels related to The Community Assistance Program (CAP) from the State of Alaska as well as a decrease in Non-Title III National Forest Receipts/Secure Rural Schools funding.
- Legislative expenditures increased \$1.3 million (34.6%) due to additional Assembly grants issued for Travel Juneau and Housing First in the current year.

The Sales Tax Special Revenue Fund makes up about 34.1% of total governmental fund revenue. It is principally composed of 5.0% sales tax, 3.0% liquor tax, and 3.0% marijuana tax.

Significant changes are as follows:

- Sales tax revenue increased \$0.5 million (1.2%). This can be attributed to the increase in cruise ship passengers and other activity within the CBJ.
- Sales tax transfers to other funds decreased by \$0.8 million (1.8%). Sales tax is used for general governmental operations, debt service, and capital projects. Liquor tax is primarily used to fund Rainforest Recovery at Bartlett Regional Hospital. In FY17 transfers to Enterprise Capital Projects decreased \$2.1 million (72.5%) principally due to decreased support to Water and Harbor projects and transfers to Capital Projects Fund increased \$1.4 million (11.1%).

The General Debt Service Fund accounts for all principal and interest payments on outstanding general governmental bond debt. At the end of the current fiscal year, the restricted fund balance was \$5.9 million.

Significant changes are as follows:

- State Sources revenue decreased \$2.7 million (21.9%) due to decrease in reimbursement for school debt.
- Transfers from other funds increased \$2.4 million (51.7%) reflecting the increased funds received from sales tax.

**Enterprise Funds** – The CBJ's enterprise funds encompass the business-type activities presented in the government-wide financial statements, which include the airport, hospital, water, wastewater, harbors, dock, and waste management; excluding internal service fund activity.

At the end of the current fiscal year, total combined enterprise fund net position was \$549.8 million; an increase of \$10.8 million (2.0%) over the prior year, excluding internal service funds. Of this amount, \$20.4 million represented unrestricted net position. This amount is equal to 16.2% of operating expenses exclusive of depreciation.

Individually, the Airport experienced the largest increase in net position, \$7.0 million (4.2%).

Significant changes are as follows:

- Overall, operating revenues increased \$10.3 million (8.8%). The hospital experienced the largest dollar increase of \$8.6 million (9.8%) over the prior year. The wastewater utility experienced the second largest dollar increase of \$0.6 million (5.8%).
- Overall, salaries and fringe benefits increased \$13.1 million (17.2%). This was principally due to a \$13.3 million (20.9%) increase at the hospital.
- Overall, commodities and services were virtually unchanged from the prior year with a decrease of \$241 thousand (0.7%). Decreases at Waste Management and the Wastewater utility of \$0.1 million (13.2%) and \$0.3 million (6.7%), respectively, were offset by increases at the Airport and Dock of \$0.9 million (29.0%) and \$0.2 million (31.9%), respectively.

**GENERAL FUND BUDGETARY HIGHLIGHT**

The difference in the change in fund balance between the original budget and final amended budget was \$3.5 million and can be briefly summarized as follows:

- Revenue from state sources increased \$1.5 million due to additional grants being obtained.
- Legislative expenditure budget increased \$1.5 million (40.3%). This reflects additional support budgeted for Housing First during the fiscal year.

Actual revenues were \$2.6 million (4.3%) less than final budget, while actual expenditures were \$4.2 million (4.4%) less than final budget, resulting in an actual net decrease in fund balance of \$32.9 million; the original budget had anticipated a decrease of \$31.0 million. The revenue decrease occurred due to the deficiency of \$1.8 million (29.7%) in state sources and \$0.7 million (39.2%) in investment income. The expenditure decrease was primarily due to public transportation expenditures being under budget by \$1.5 million (18.1%) due to a milder winter than anticipated. Other decreases were spread over many functions and are a result of a reduction in spending in anticipation of projected budget shortfalls in the upcoming fiscal years.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets** – The CBJ's investment in capital assets for its governmental and business-type activities as of June 30, 2017, amounts to \$999.2 million, net of accumulated depreciation. This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total increase in the CBJ's investment in capital assets for the current fiscal year was \$30.5 million (3.2%). Governmental capital assets increased \$3.5 million (0.75%), while business-type capital assets increased \$27.0 million (5.4%).

Major capital asset events during the current fiscal year included the following:

- Buildings and improvements increased \$123.9M (33.9%).
- Construction in progress decreased \$90.8 million (20.5%).
- Major asset additions included capital projects such as Auke Bay Elementary Site Renovation, Diamond Park Library Planning, Downtown Transportation Center, and various Airport improvement projects.

**CITY AND BOROUGH OF JUNEAU'S CAPITAL ASSETS (net of depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Land	\$ 35,070,320	35,117,870	19,312,455	18,025,499	54,382,775	53,143,369
Buildings and improvements	242,296,562	198,731,749	247,393,305	167,072,376	489,689,867	365,804,125
Equipment	18,975,082	18,283,435	19,488,116	18,710,380	38,463,198	36,993,815
Infrastructure	52,827,971	55,122,450	-	-	52,827,971	55,122,450
Construction in progress	124,228,602	162,636,107	239,567,594	294,968,063	363,796,196	457,604,170
<b>Totals</b>	<b>\$ 473,398,537</b>	<b>469,891,611</b>	<b>525,761,470</b>	<b>498,776,318</b>	<b>999,160,007</b>	<b>968,667,929</b>

Additional information on the CBJ's capital assets can be found in Note 7 on page 55 of this report.

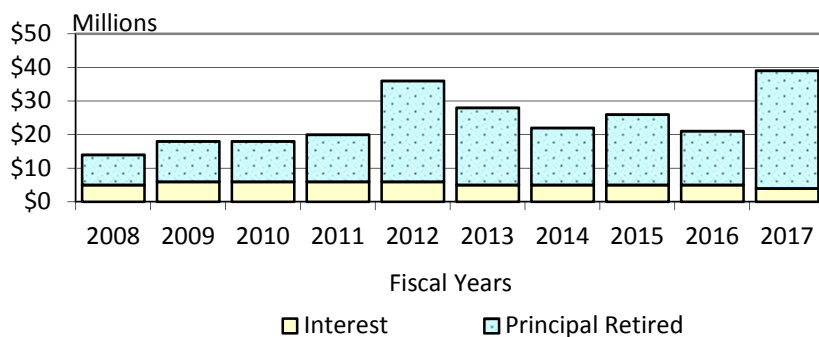
**Debt Administration** – As of June 30, 2017, the CBJ had a total of \$137.1 million in bond debt, which consisted of seventeen general obligation and five revenue bond issues. The general obligation issues accounted for \$83.7 million and the revenue bonds accounted for \$53.4 million.

For the year ended June 30, 2017

**MANAGEMENT'S DISCUSSION and ANALYSIS****CITY AND BOROUGH OF JUNEAU'S OUTSTANDING DEBT****Bonds and Notes Payable**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	General obligation bonds	\$ 83,706,000	98,879,000	-	-	83,706,000
Revenue bonds	24,525,000	25,405,000	28,855,000	30,095,000	53,380,000	55,500,000
Notes payable	-	-	5,926,619	6,548,222	5,926,619	6,548,222
<b>Totals</b>	<b>\$ 108,231,000</b>	<b>124,284,000</b>	<b>34,781,619</b>	<b>36,643,222</b>	<b>143,012,619</b>	<b>160,927,222</b>

### General Obligation Bond Debt Service Last Ten Fiscal Years



The last Moody's Investor's Services rating on the CBJ's bonds was Aa2. The government's general obligation bonded indebtedness is not subject to a legal debt ceiling. CBJ's general obligation bond debt per capita is \$2,481. A more detailed analysis of bonded debt is contained in the Statistical Section, page 205.

Approximately 67.4% or \$56.4 million of CBJ's \$83.7 million in outstanding general obligation bond debt as of June 30, 2017 represents school debt issued for school construction, repairs, or technology. All of the outstanding school debt qualifies for the State of Alaska's School Construction Bond Debt Reimbursement program. Under this program, the State financially assists local communities with the financing of

construction and major repair of school facilities. The amount reimbursed varies depending on the year of issuance, the amount of the issuance qualifying, and the State appropriation levels. State aid received by the CBJ is based on reimbursement rates varying between 60% and 70% of the qualifying debt service.

The general obligation debt decreased \$15.2 million (15.3%) in the current year. This net decrease is principally due to principal payments made during the year.

The revenue bond debt decreased \$2.1 million (3.8%) principally due to principal payments made during the year.

Voters of the CBJ approved a \$25 million ballot measure in October 2012, authorizing the issuance of bonds for the renovation, construction, and capital improvements to the facilities of the CBJ. The facilities included are the Airport Terminal, Aurora Harbor, Capital Transit Maintenance Shop, Eaglecrest Learning Center, Centennial Hall, and other Parks and Recreation facilities. In March 2013 \$2.6 million was issued and the remaining \$22 million was issued in October 2014.

On November 3, 2016, CBJ issued \$17.575 million in general obligation and refunding bonds with interest rates ranging between 2.00% and 4.00%. CBJ issued the bonds to advance refund \$18.560 million of the outstanding 2006B general obligation bonds with interest rates ranging between 4.00% and 4.25%. The outstanding bonds under the 2006B general obligation bonds were called and retired using the trust funds on December 5, 2016. This refunding resulted in a net cash flow savings of \$1.218 million.

Additional information on the CBJ's long-term debt can be found in Note 9 on pages 56-62 of this report.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

Economic diversity is very important to the future of the CBJ. The dominance of state government employment, coupled with the state's continued reliance on revenues from oil production makes diversification a key factor in CBJ's long-term economic stability. However, the CBJ is blessed with abundant resources; scenery for tourism, minerals for mining, fish for fishery development, and a prime location to provide regional merchandising to other communities. These resources, combined with our strongly reaffirmed role as Alaska's capital city, indicate that Juneau has a stable future.

Juneau's average monthly employment declined 1.7% from 2015 to 2016. This decline was due to a loss of governmental jobs combined with a loss of private sector jobs. Despite the losses, total earnings in Juneau increased a slight 0.2 percent. The average annual governmental wage increased while the average annual private sector wage was down. (Juneau Economic Development Council, Juneau and Southeast Economic Indicators 2017).

The State of Alaska depends heavily on oil production as its primary source of operating revenues. With the current low oil prices, the State's financial situation is not as strong as in prior years. The State's employment and financial activity is a very influential component of Juneau's economy. The State's employment represents approximately 21% of total local employment. This stability is significant as it is a key factor in helping to keep Juneau's unemployment rate below the state average (6.7% average for 2017 January through October, Alaska Department of Labor, not seasonally adjusted). However, as the state addresses budget issues, CBJ most likely will see decreasing state employment which will be reflected in the local economy.

Cruise passenger visitation increased in 2017 and is expected to top 1 million visitors again in 2018 and 2019. The CBJ sales tax revenue increased \$1.5 million (3.2%) in FY17, most likely resulting from this increase. Property values have trended up over the past six years allowing the mill rate to remain flat without putting pressure on the CBJ's ability to maintain service levels.

The CBJ divides its annual mill levies between operations and debt service. There is a 12 mill cap applied to the operating mill levy with no local limitation being applied to the debt service mill levy. The stable economy has allowed the CBJ to maintain a flat "operating" property tax mill levy (excluding debt service) of 9.26 mills since FY07. This is well below the operating mill levy cap (Charter provision) of 12 mills. The debt service mill levy of 1.4 mills (specific to voter approved general obligation debt) had a change of a 0.1 mill decrease from FY16 to FY17. The mill levy (operational & debt service) is 10.66 for FY18.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the CBJ's finances and to demonstrate the CBJ's accountability for the money it receives. If you have any questions about this report or need additional financial information, a request should be addressed to the City and Borough of Juneau, Controllers Division, Finance Department, 155 S. Seward, Juneau, AK 99801 or please call (907) 586-5216. This financial report is also available on the internet at [http://www.juneau.org/financeftp/controller\\_CAFR.php](http://www.juneau.org/financeftp/controller_CAFR.php). Prior year reports are posted at this internet address back to 1999.

Bartlett Regional Hospital has issued its own separate audited financial statements for FY17. These statements may be obtained by calling (907) 796-8900.

The CBJ component unit issues its own separate audited financial statements. These statements may be obtained by either directly contacting the City and Borough of Juneau School District offices at (907) 523-1700 or on their website at <http://www.juneauschools.org/administrative-services-c9bc0d24>.



**Statement of Net Position (Deficit)**

June 30, 2017

	Primary Government		Totals	School District Component Unit
	Governmental Activities	Business-type Activities		
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
Equity in central treasury	\$ 39,078,434	79,887,973	118,966,407	6,962,990
Receivables (net of allowance for doubtful accounts)	16,710,549	23,076,179	39,786,728	163,366
Due from other governments	524,526	71,255	595,781	1,274,977
Due from primary government	-	33,678	33,678	-
Internal balances	4,035,304	(4,035,304)	-	48,530
Inventories	1,853,082	6,222,871	8,075,953	87,340
Prepaid items	2,113,755	860,856	2,974,611	11,791
Other assets	520,620	960	521,580	-
Restricted assets:				
Temporarily restricted:				
Equity in central treasury	34,755,643	38,806,333	73,561,976	-
Receivables (net of allowance for doubtful accounts)	-	783,925	783,925	-
Intergovernmental receivables	806,757	15,979,882	16,786,639	-
Capital assets (net of accumulated depreciation where applicable):				
Land	35,070,320	19,312,455	54,382,775	-
Plant and equipment	261,271,644	266,881,421	528,153,065	436,367
Infrastructure	52,827,971	-	52,827,971	-
Construction and infrastructure in progress	124,228,602	239,567,594	363,796,196	-
Total assets	573,797,207	687,450,078	1,261,247,285	8,985,361
Deferred outflows of resources	14,678,304	22,736,680	37,414,984	14,084,328
Total assets and deferred outflows of resources	588,475,511	710,186,758	1,298,662,269	23,069,689
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>				
Accounts payable	1,667,537	4,761,935	6,429,472	621,923
Accrued liabilities	3,483,899	7,724,369	11,208,268	1,589,708
Accrued interest payable	1,059,524	599,172	1,658,696	-
Due to component unit	82,208	-	82,208	-
Unearned revenue	548,839	9,786,610	10,335,449	186,113
Liabilities payable from restricted assets	1,471,470	4,099,399	5,570,869	-
Noncurrent liabilities:				
Due within one year:				
Bonds, loans, and contracts	18,170,129	2,057,949	20,228,078	-
Compensated absences	1,933,096	2,501,216	4,434,312	-
Due in more than one year:				
Bonds, loans, and contracts	97,217,515	35,227,569	132,445,084	-
Compensated absences	2,452,296	1,822,416	4,274,712	1,763,649
Net pension liability	64,524,098	84,260,139	148,784,237	65,345,372
Total liabilities	192,610,611	152,840,774	345,451,385	69,506,765
Deferred inflows of resources	696,890	963,593	1,660,483	1,436,495
Total liabilities and deferred inflows of resources	193,307,501	153,804,367	347,111,868	70,943,260
<b>NET POSITION (DEFICIT)</b>				
Net investment in capital assets	359,122,544	488,478,452	847,600,996	472,415
Restricted - expendable:				
Capital projects	30,494,460	40,925,978	71,420,438	-
Debt service	5,853,300	-	5,853,300	-
Other purposes	4,510,325	-	4,510,325	36,882
Restricted - nonexpendable - Jensen-Olson Arboretum	2,097,159	-	2,097,159	-
Unrestricted	(6,909,778)	26,977,961	20,068,183	(48,382,868)
Total net position (deficit)	\$ 395,168,010	556,382,391	951,550,401	(47,873,571)

The notes to the basic financial statements are an integral part of this statement.





**Statement of Activities**

For the year ended June 30, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
Legislative	\$ 5,530,933	2,075	632	-
Legal	1,869,963	9,669	43,620	-
Administration	3,572,351	4,333	301,496	-
Education	34,684,158	-	-	9,722,808
Finance	4,963,151	80,371	124,523	-
Engineering	845,105	15,733	69,674	-
Libraries	3,000,751	96,328	392,647	-
Social services	1,545,768	-	-	-
Parks and recreation	13,194,972	4,063,115	263,099	46,858
Community development and lands management	4,919,317	2,161,264	103,443	1,708,524
Affordable housing	75,465	22,255	54,000	-
Public safety	25,123,132	3,196,921	733,840	-
Public works	11,261,821	6,444	68,638	145,833
Public transportation	7,885,343	1,089,674	2,769,059	-
Community projects	11,128	-	-	-
Tourism and conventions	1,264,728	8,555,064	-	-
Interest on long-term debt	4,235,889	-	-	-
Total governmental activities	<u>123,983,975</u>	<u>19,303,246</u>	<u>4,924,671</u>	<u>11,624,023</u>
Business-type activities:				
Airport	11,957,662	6,901,929	306,410	10,800,535
Hospital	109,170,810	96,856,120	2,043,265	-
Water	5,406,762	5,207,588	35,918	977,199
Wastewater	12,294,566	11,905,795	100,777	1,772,157
Harbors	5,227,907	3,879,947	351,396	4,318,291
Dock	2,886,591	1,670,447	114,776	6,209,103
Waste Management	1,118,711	1,117,658	5,273	-
Total business-type activities	<u>148,063,009</u>	<u>127,539,484</u>	<u>2,957,815</u>	<u>24,077,285</u>
Total primary government	<u>\$ 272,046,984</u>	<u>146,842,730</u>	<u>7,882,486</u>	<u>35,701,308</u>
<b>Component unit:</b>				
Education	<u>\$ 95,852,390</u>	<u>2,498,088</u>	<u>8,353,303</u>	<u>97,325</u>
General revenues:				
Property taxes				
Sales tax				
Hotel tax				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Gain on sale of capital assets				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position - beginning				
Restatement				
Net position - ending				

The notes to the basic financial statements are an integral part of this statement.

**Net (Expense) Revenue and Changes in Net Position**

Primary Government			School District Component Unit
Governmental Activities	Business-type Activities	Totals	
(5,528,226)	-	(5,528,226)	-
(1,816,674)	-	(1,816,674)	-
(3,266,522)	-	(3,266,522)	-
(24,961,350)	-	(24,961,350)	-
(4,758,257)	-	(4,758,257)	-
(759,698)	-	(759,698)	-
(2,511,776)	-	(2,511,776)	-
(1,545,768)	-	(1,545,768)	-
(8,821,900)	-	(8,821,900)	-
(946,086)	-	(946,086)	-
790	-	790	-
(21,192,371)	-	(21,192,371)	-
(11,040,906)	-	(11,040,906)	-
(4,026,610)	-	(4,026,610)	-
(11,128)	-	(11,128)	-
7,290,336	-	7,290,336	-
(4,235,889)	-	(4,235,889)	-
(88,132,035)	-	(88,132,035)	-
-	6,051,212	6,051,212	-
-	(10,271,425)	(10,271,425)	-
-	813,943	813,943	-
-	1,484,163	1,484,163	-
-	3,321,727	3,321,727	-
-	5,107,735	5,107,735	-
-	4,220	4,220	-
-	6,511,575	6,511,575	-
(88,132,035)	6,511,575	(81,620,460)	-
-	-	-	(84,903,674)
48,849,681	-	48,849,681	-
50,586,537	-	50,586,537	-
1,488,951	-	1,488,951	-
3,580,429	-	3,580,429	71,700,054
1,336,539	577,359	1,913,898	-
58,061	49,439	107,500	-
133,575	-	133,575	1,270,272
(3,084,400)	3,084,400	-	-
102,949,373	3,711,198	106,660,571	72,970,326
14,817,338	10,222,773	25,040,111	(11,933,348)
380,350,672	546,096,632	926,447,304	(35,940,223)
-	62,986	62,986	-
\$ 395,168,010	556,382,391	951,550,401	(47,873,571)

**Governmental Funds – Balance Sheet**

June 30, 2017

<b>ASSETS</b>	<b>General</b>	<b>Sales Tax</b>	<b>General Debt Service</b>
Equity in central treasury	\$ 21,345,412	-	3,766,292
Receivables, net of allowance for doubtful accounts:			
Accounts	4,708,084	-	-
Special assessments	115,040	-	-
Taxes	183,532	8,118,052	40,165
State of Alaska	367,374	-	-
Federal government	42,639	-	-
Notes receivable	30,011	563,325	-
Interfund receivable from other funds	7,115,610	-	-
Inventories	1,359,765	-	-
Deposits	513,143	-	-
Prepaid items	38,830	-	2,074,925
Equity in joint ventures	-	-	-
Advance to other funds	119,042	-	-
Restricted assets:			
Equity in central treasury	-	-	-
Receivables:			
State of Alaska	-	-	-
Federal government	-	-	-
Total assets	<u>\$ 35,938,482</u>	<u>8,681,377</u>	<u>5,881,382</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Interfund payable to other funds	-	3,514,126	-
Accounts payable	1,262,707	766	-
Accrued salaries, payroll taxes and withholdings payable	2,045,554	-	-
Accrued and other liabilities	1,350,413	-	-
Unearned revenues	210,648	-	-
Advance from General Fund	-	-	-
Payable from restricted assets:			
Accounts and contracts payable	-	-	-
Total liabilities	<u>4,869,322</u>	<u>3,514,892</u>	<u>-</u>
Deferred inflows of resources	<u>2,677,155</u>	<u>297,858</u>	<u>28,082</u>
Total liabilities and deferred inflows of resources	<u>7,546,477</u>	<u>3,812,750</u>	<u>28,082</u>
<b>FUND BALANCES</b>			
Nonspendable:			
Inventory	1,359,765	-	-
Jensen-Olson Permanent Fund	-	-	-
Prepays	38,830	-	2,074,925
Restricted for:			
Debt service	-	-	3,778,375
Capital improvements	-	-	-
Jensen-Olson Permanent Fund	-	-	-
Other purposes	264,654	-	-
Committed to:			
Notes receivable	-	-	-
Budget reserve	14,810,200	-	-
Other purposes	-	4,868,627	-
Assigned to:			
Advance to Special Revenue Fund	119,042	-	-
Subsequent year expenditures	951,100	-	-
Compensated absences	4,176,106	-	-
Unassigned	6,672,308	-	-
Total fund balances	<u>28,392,005</u>	<u>4,868,627</u>	<u>5,853,300</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 35,938,482</u>	<u>8,681,377</u>	<u>5,881,382</u>

The notes to the basic financial statements are an integral part of this statement.

**Other Governmental**

<b>Funds</b>	<b>Totals</b>
6,806,318	31,918,022
808,225	5,516,309
-	115,040
1,218,927	9,560,676
24,000	391,374
-	42,639
925,188	1,518,524
-	7,115,610
237,725	1,597,490
-	513,143
-	2,113,755
7,477	7,477
-	119,042
34,755,643	34,755,643
801,757	801,757
5,000	5,000
<u>45,590,260</u>	<u>96,091,501</u>
278,932	3,793,058
43,149	1,306,622
48,703	2,094,257
10,000	1,360,413
338,191	548,839
119,042	119,042
1,471,470	1,471,470
2,309,487	10,693,701
1,003,404	4,006,499
<u>3,312,891</u>	<u>14,700,200</u>
237,725	1,597,490
2,097,159	2,097,159
-	2,113,755
-	3,778,375
31,606,111	31,606,111
387,660	387,660
2,221,691	2,486,345
99,768	99,768
-	14,810,200
4,029,914	8,898,541
-	119,042
1,645,500	2,596,600
137,455	4,313,561
(185,614)	6,486,694
<u>42,277,369</u>	<u>81,391,301</u>
<u>45,590,260</u>	<u>96,091,501</u>



## Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position

June 30, 2017

Amounts reported for governmental activities in the statement of net position are different because:

Fund balances - total governmental funds	\$	81,391,301
Capital assets used in governmental activities are not financial resources and therefore not reported in governmental funds.		
Governmental capital assets	\$	837,650,416
Less accumulated depreciation		<u>(375,878,065)</u>
		461,772,351
Certain items are not current financial resources in governmental fund financial statements and are reported as deferred outflows of resources on the government-wide financial statement of net position.		
Deferred outflows arising from pension contributions paid		14,479,969
Deferred inflows of resources and unearned revenue in governmental funds not available to pay for current-period expenditures are reported as earned in the statement of net position		
Unearned revenue		4,006,498
Deferred inflows arising from State on behalf payments for PERS		<u>(686,746)</u>
		3,319,752
Certain liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Bonds and loans payable		(108,339,265)
Premium on bonds payable		(14,205,813)
Accumulated bond premium amortization		7,157,434
Net pension liability		(63,646,828)
Accrued interest payable		(1,059,524)
Compensated absences		<u>(4,313,561)</u>
		(184,407,557)
Internal service funds are used by management to charge the cost of certain activities to individual funds. The assets and liabilities of the central equipment internal service fund are included in the governmental activities in the statement of net position.		
Equity in central treasury		7,160,412
Receivables - other		90,513
Inventories		255,592
Capital assets, less accumulated depreciation		11,626,186
Deferred outflows of resources		198,335
Accounts payable		(360,915)
Other accrued liabilities and payables		(978,330)
Deferred inflows of resources		(10,143)
Due to component unit		(82,208)
Receivable from business-type activities		<u>712,752</u>
		<u>18,612,194</u>
Net position of governmental activities	\$	<u><u>395,168,010</u></u>

The notes to the basic financial statements are an integral part of this statement.

**Governmental Funds – Statement of Revenues, Expenditures, and Changes in Fund Balances**

For the year ended June 30, 2017

REVENUES	General		
	General	Sales Tax	Debt Service
Taxes	\$ 42,225,590	47,603,578	6,566,957
State sources	4,353,107	-	9,722,808
Federal sources	2,259,771	-	-
Charges for services	4,416,694	-	-
Contracted services	-	-	-
Licenses, permits, and fees	1,042,434	-	-
Sales and repayment of loans	52,558	-	-
Fines and forfeitures	389,538	-	-
Investment and interest income	1,198,304	-	30,107
Rentals and leases	769,457	-	-
Special assessments	32,983	-	-
Donations and contributions	45,328	-	-
Other	196,403	-	-
Total revenues	<u>56,982,167</u>	<u>47,603,578</u>	<u>16,319,872</u>
<b>EXPENDITURES</b>			
Legislative	5,096,633	-	-
Legal	1,615,612	-	-
Administration	3,541,871	-	-
Education	25,919,800	-	-
Finance	3,146,085	899,677	-
Engineering	363,778	-	-
Libraries	2,951,320	-	-
Social services	1,545,768	-	-
Parks and recreation	7,074,795	-	-
Community development and lands management	2,950,118	-	-
Affordable housing	-	-	-
Public safety	21,087,059	-	-
Public works	5,937,743	-	-
Public transportation	6,564,656	-	-
Tourism and conventions	1,129,554	-	-
Debt service:			
Principal	-	-	17,545,323
Interest	-	-	6,059,241
Fiscal agent, bond issuance and letter of credit fees	-	-	169,412
Capital projects	-	-	-
Total expenditures	<u>88,924,792</u>	<u>899,677</u>	<u>23,773,976</u>
Excess (deficiency) of revenues over expenditures	<u>(31,942,625)</u>	<u>46,703,901</u>	<u>(7,454,104)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	33,957,734	-	7,255,066
Transfers to other funds	(4,944,992)	(45,021,500)	-
Issuance of refunding bonds			17,632,345
Payment to refunded bond escrow agent			(18,560,000)
Issuance of long-term debt			-
Bond premium			1,283,034
Total other financing sources (uses)	<u>29,012,742</u>	<u>(45,021,500)</u>	<u>7,610,445</u>
Net change in fund balances	<u>(2,929,883)</u>	<u>1,682,401</u>	<u>156,341</u>
Fund balances at beginning of year	<u>31,321,888</u>	<u>3,186,226</u>	<u>5,696,959</u>
Fund balances at end of year	<u>\$ 28,392,005</u>	<u>4,868,627</u>	<u>5,853,300</u>

The notes to the basic financial statements are an integral part of this statement.



**Other Governmental**

<b>Funds</b>	<b>Totals</b>
4,518,426	100,914,551
1,822,320	15,898,235
17,806	2,277,577
4,125,982	8,542,676
143,202	143,202
5,292,723	6,335,157
744,896	797,454
37,035	426,573
284,092	1,512,503
771,573	1,541,030
-	32,983
59,266	104,594
740,000	936,403
<u>18,557,321</u>	<u>139,462,938</u>
-	5,096,633
-	1,615,612
-	3,541,871
-	25,919,800
57,149	4,102,911
-	363,778
25,000	2,976,320
-	1,545,768
2,472,364	9,547,159
846,926	3,797,044
75,465	75,465
-	21,087,059
-	5,937,743
465,142	7,029,798
11,000	1,140,554
-	17,545,323
-	6,059,241
-	169,412
<u>19,716,832</u>	<u>19,716,832</u>
<u>23,669,878</u>	<u>137,268,323</u>
<u>(5,112,557)</u>	<u>2,194,615</u>
21,220,685	62,433,485
(15,551,393)	(65,517,885)
-	17,632,345
-	(18,560,000)
2,635,000	2,635,000
365,000	1,648,034
<u>8,669,292</u>	<u>270,979</u>
3,556,735	2,465,594
<u>38,720,634</u>	<u>78,925,707</u>
<u>42,277,369</u>	<u>81,391,301</u>



## Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities

*For the year ended June 30, 2017*

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds	\$	2,465,594
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives. This is the amount by which capital outlays exceeded depreciation in the current period.

Expenditures for capital assets	\$ 18,917,659	
Less current year depreciation, net	<u>(16,444,538)</u>	2,473,121

Current year PERS pension expense related to change in net pension liability is reported as an expense in the Statement of Activities but is not recorded as an expenditure in the governmental funds.		(16,027,087)
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Changes in deferred inflows and outflows related to pension		7,889,215
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Advances and payments on long-term debt and bond issuance costs are reported as financial sources and uses in the governmental funds. In the statement of net position, the advances and payments are reflected as changes in the liabilities.

Bond and loan advances	(20,210,000)	
Bond premium	(1,648,034)	
Bond and loan payments	<u>36,315,064</u>	14,457,030

Deferred inflows that are susceptible to accrual on the statement of activities do not provide current financial resources and therefore are not reported as revenues in the governmental funds.		760,804
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Some transactions reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Amortization of bond premium	1,458,182	
Change in accrued interest payable	324,841	
Change in compensated absences	<u>(210,990)</u>	1,572,033

Internal service funds are used by management to charge the costs of certain activities to individual funds. Costs in excess of revenues for services provided to governmental activities are not reported as expenditures in governmental funds.		<u>1,226,628</u>
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Change in net position of governmental activities	\$	<u><u>14,817,338</u></u>
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The notes to the basic financial statements are an integral part of this statement.

**Proprietary Funds**  
**Statement of Net Position**  
*June 30, 2017*

	<b>Business -type Activities -</b>			
	<b>Juneau International Airport</b>	<b>Bartlett Regional Hospital</b>	<b>Areawide Water Utility</b>	<b>Areawide Wastewater Utility</b>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
Current assets:				
Equity in central treasury	\$ 2,805,180	42,261,609	6,308,123	8,353,389
Receivables, net of allowance for doubtful accounts:				
Accounts	842,927	19,634,123	594,935	1,534,110
State of Alaska	-	-	-	-
Federal government	-	-	-	-
Other	-	-	-	960
Inventories	1,002,384	3,050,729	473,847	1,695,911
Prepaid items	100	819,275	1,374	-
Total current assets	<u>4,650,591</u>	<u>65,765,736</u>	<u>7,378,279</u>	<u>11,584,370</u>
Non-current assets:				
Restricted assets:				
Equity in central treasury	-	16,268,407	2,829,435	5,058,883
Receivables:				
State of Alaska	276,402	-	997,403	1,687,410
Federal government	9,754,280	-	-	-
Special assessments	-	-	3,584	780,341
Capital assets:				
Land	13,363,761	348,551	221,038	850,562
Buildings and improvements	149,584,103	104,326,451	100,520,901	106,564,558
Machinery, equipment, and fixtures	7,771,434	45,863,515	402,343	6,649,393
Construction work in progress	62,298,420	910,285	12,981,961	4,429,308
Less accumulated depreciation	<u>(66,515,581)</u>	<u>(90,392,568)</u>	<u>(63,125,126)</u>	<u>(63,328,550)</u>
Total capital assets, net of accumulated depreciation	<u>166,502,137</u>	<u>61,056,234</u>	<u>51,001,117</u>	<u>55,165,271</u>
Total non-current assets	<u>176,532,819</u>	<u>77,324,641</u>	<u>54,831,539</u>	<u>62,691,905</u>
Deferred outflows of resources	<u>854,702</u>	<u>19,109,696</u>	<u>489,602</u>	<u>1,062,035</u>
Total assets and deferred outflows of resources	<u>182,038,112</u>	<u>162,200,073</u>	<u>62,699,420</u>	<u>75,338,310</u>

**Enterprise Funds**

<u>Boat Harbors</u>	<u>Dock</u>	<u>Waste Management</u>	<u>Totals</u>	<u>Internal Service Funds</u>
1,969,904	3,320,994	950,160	65,969,359	21,079,026
177,513	139,739	152,832	23,076,179	-
-	71,255	-	71,255	-
-	-	-	-	90,513
-	-	-	960	-
-	-	-	6,222,871	255,592
-	3,430	-	824,179	36,677
<u>2,147,417</u>	<u>3,535,418</u>	<u>1,102,992</u>	<u>96,164,803</u>	<u>21,461,808</u>
1,020,022	13,629,586	-	38,806,333	-
3,264,387	-	-	6,225,602	-
-	-	-	9,754,280	-
-	-	-	783,925	-
3,963,724	564,819	-	19,312,455	-
38,458,839	23,124,381	300,000	522,879,233	-
1,182,925	489,188	389,293	62,748,091	30,906,480
55,874,017	102,223,603	850,000	239,567,594	-
(17,809,525)	(17,324,893)	(258,060)	(318,754,303)	(19,271,894)
<u>81,669,980</u>	<u>109,077,098</u>	<u>1,281,233</u>	<u>525,753,070</u>	<u>11,634,586</u>
85,954,389	122,706,684	1,281,233	581,323,210	11,634,586
<u>673,571</u>	<u>331,961</u>	<u>54,601</u>	<u>22,576,168</u>	<u>358,847</u>
<u>88,775,377</u>	<u>126,574,063</u>	<u>2,438,826</u>	<u>700,064,181</u>	<u>33,455,241</u>

(Continued)

**Proprietary Funds**  
**Statement of Net Position, continued**  
*June 30, 2017*

	<b>Business-type Activities -</b>			
	<b>Juneau International Airport</b>	<b>Bartlett Regional Hospital</b>	<b>Areawide Water Utility</b>	<b>Areawide Wastewater Utility</b>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>				
Current liabilities:				
Accounts payable	\$ 107,516	3,861,489	36,084	307,966
Accrued salaries, payroll taxes, and withholdings payable	116,752	1,414,442	48,921	135,515
Accrued annual leave and compensation time	103,439	2,038,271	45,583	230,957
Accrued interest and other liabilities	38,599	362,193	9,752	54,035
Unearned revenues	13,490	1,571,978	-	-
State of Alaska extension loans payable	-	-	67,487	552,916
Revenue bonds payable	-	999,138	-	-
Total current liabilities	<u>379,796</u>	<u>10,247,511</u>	<u>207,827</u>	<u>1,281,389</u>
Non-current liabilities:				
Restricted liabilities:				
Interfund payable to other funds	3,322,552	-	-	-
Accounts and contracts payable	2,483,375	-	116,045	779,789
Unearned revenues	773,994	-	3,584	-
Accrued annual leave and compensation time	131,650	1,235,670	58,014	293,945
Net pension liability	3,786,777	69,123,712	2,255,508	4,753,237
State of Alaska extension loans payable	-	-	404,923	4,901,293
Revenue bonds payable	-	21,397,949	-	-
Total non-current liabilities	<u>10,498,348</u>	<u>91,757,331</u>	<u>2,838,074</u>	<u>10,728,264</u>
Total liabilities	<u>10,878,144</u>	<u>102,004,842</u>	<u>3,045,901</u>	<u>12,009,653</u>
Deferred inflows of resources	<u>45,852</u>	<u>770,501</u>	<u>42,202</u>	<u>65,371</u>
Total liabilities and deferred inflows of resources	<u>10,923,996</u>	<u>102,775,343</u>	<u>3,088,103</u>	<u>12,075,024</u>
<b>NET POSITION</b>				
Net investment in capital assets	166,502,137	38,659,147	50,528,707	49,711,062
Restricted for:				
Capital projects	3,437,271	16,268,407	3,710,793	6,746,845
Unrestricted	<u>1,174,708</u>	<u>4,497,176</u>	<u>5,371,817</u>	<u>6,805,379</u>
Total net position	<u>\$ 171,114,116</u>	<u>59,424,730</u>	<u>59,611,317</u>	<u>63,263,286</u>

Adjustments to reflect the consolidation of internal  
service fund activities related to enterprise funds  
Net position of business-type activities

The notes to the basic financial statements are an integral part of this statement.

**Enterprise Funds**

<u>Boat Harbors</u>	<u>Dock</u>	<u>Waste Management</u>	<u>Totals</u>	<u>Internal Service Funds</u>
56,180	96,127	58,134	4,523,496	599,354
72,864	69,012	6,152	1,863,658	51,940
24,786	37,016	4,546	2,484,598	51,747
134,593	-	-	599,172	5,838,000
994,921	-	-	2,580,389	-
-	-	-	620,403	-
438,408	-	-	1,437,546	-
<u>1,721,752</u>	<u>202,155</u>	<u>68,832</u>	<u>14,109,262</u>	<u>6,541,041</u>
-	-	-	3,322,552	-
161,892	558,298	-	4,099,399	-
-	6,428,643	-	7,206,221	-
31,521	47,110	3,356	1,801,266	57,852
1,973,211	1,425,256	239,411	83,557,112	1,580,297
-	-	-	5,306,216	-
8,523,404	-	-	29,921,353	-
<u>10,690,028</u>	<u>8,459,307</u>	<u>242,767</u>	<u>135,214,119</u>	<u>1,638,149</u>
12,411,780	8,661,462	311,599	149,323,381	8,179,190
20,606	9,077	2,623	956,232	17,504
<u>12,432,386</u>	<u>8,670,539</u>	<u>314,222</u>	<u>150,279,613</u>	<u>8,196,694</u>
72,710,668	109,077,098	1,281,233	488,470,052	11,634,586
4,120,017	6,642,645	-	40,925,978	-
<u>(487,694)</u>	<u>2,183,781</u>	<u>843,371</u>	<u>20,388,538</u>	<u>13,623,961</u>
<u>76,342,991</u>	<u>117,903,524</u>	<u>2,124,604</u>	<u>549,784,568</u>	<u>25,258,547</u>

6,597,823  
 \$ 556,382,391

**Proprietary Funds****Statement of Revenues, Expenses, and Changes in Net Position**

For the year ended June 30, 2017

	<b>Business-type Activities -</b>			
	<b>Juneau International Airport</b>	<b>Bartlett Regional Hospital</b>	<b>Areawide Water Utility</b>	<b>Areawide Wastewater Utility</b>
<b>OPERATING REVENUES</b>				
Charges for services:				
Unpledged	\$ 3,994,397	-	-	-
Pledged as security for revenue bonds	-	96,463,911	4,628,363	11,537,215
Licenses, permits, and fees	462,050	-	-	-
Sales	28,516	105,868	-	-
Fines and forfeitures	3,645	-	-	-
Rentals and leases	2,255,953	214,241	-	-
Donations and contributions	150,000	-	-	-
Other	7,368	72,100	579,225	368,580
Total operating revenues	<u>6,901,929</u>	<u>96,856,120</u>	<u>5,207,588</u>	<u>11,905,795</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	3,229,201	76,870,676	1,531,257	4,112,652
Commodities and services	4,102,300	23,865,602	1,263,307	4,677,714
Depreciation	4,597,079	7,359,594	2,587,385	3,385,075
Total operating expenses	<u>11,928,580</u>	<u>108,095,872</u>	<u>5,381,949</u>	<u>12,175,441</u>
Operating income (loss)	(5,026,651)	(11,239,752)	(174,361)	(269,646)
<b>NONOPERATING INCOME (EXPENSES)</b>				
State sources	146,818	2,027,638	35,918	100,777
Federal sources	159,592	-	-	-
Investment and interest income	22,247	337,009	40,128	83,070
Interest expense	-	(666,110)	(12,813)	(86,177)
Gain (loss) on disposal of assets	49,061	-	-	-
Net nonoperating income (expense)	<u>377,718</u>	<u>1,698,537</u>	<u>63,233</u>	<u>97,670</u>
Income (loss) before contributions and transfers	(4,648,933)	(9,541,215)	(111,128)	(171,976)
Capital contributions	10,800,535	-	977,199	1,772,157
Transfers from other funds	800,000	1,594,600	-	-
Change in net position	6,951,602	(7,946,615)	866,071	1,600,181
Net position at beginning of year	164,162,514	67,371,345	58,745,246	61,663,105
Restatement	-	-	-	-
Net position at end of year	<u>\$ 171,114,116</u>	<u>59,424,730</u>	<u>59,611,317</u>	<u>63,263,286</u>

Adjustments to reflect the consolidation of internal service  
fund activities related to enterprise funds

Change in net position of business-type activities

The notes to the basic financial statements are an integral part of this statement.



**Enterprise Funds**

<u>Boat Harbors</u>	<u>Dock</u>	<u>Waste Management</u>	<u>Totals</u>	<u>Internal Service Funds</u>
-	-	1,113,708	5,108,105	25,798,010
2,998,759	1,324,406	-	116,952,654	-
-	346,041	3,600	811,691	-
-	-	-	134,384	-
27,285	-	-	30,930	-
853,903	-	-	3,324,097	-
-	-	-	150,000	-
-	-	350	1,027,623	-
<u>3,879,947</u>	<u>1,670,447</u>	<u>1,117,658</u>	<u>127,539,484</u>	<u>25,798,010</u>
1,895,481	1,134,267	277,677	89,051,211	1,619,576
1,324,014	810,894	796,888	36,840,719	23,471,440
<u>1,480,028</u>	<u>928,663</u>	<u>43,021</u>	<u>20,380,845</u>	<u>1,654,001</u>
<u>4,699,523</u>	<u>2,873,824</u>	<u>1,117,586</u>	<u>146,272,775</u>	<u>26,745,017</u>
(819,576)	(1,203,377)	72	(18,733,291)	(947,007)
351,396	38,726	5,273	2,706,546	1,532,160
-	76,050	-	235,642	-
75,468	14,084	5,353	577,359	30,032
(514,092)	-	-	(1,279,192)	-
378	-	-	49,439	58,061
<u>(86,850)</u>	<u>128,860</u>	<u>10,626</u>	<u>2,289,794</u>	<u>1,620,253</u>
(906,426)	(1,074,517)	10,698	(16,443,497)	673,246
4,318,291	6,209,103	-	24,077,285	-
-	689,800	-	3,084,400	-
3,411,865	5,824,386	10,698	10,718,188	673,246
72,931,126	112,079,138	2,050,920		24,585,301
-	-	62,986		-
<u>76,342,991</u>	<u>117,903,524</u>	<u>2,124,604</u>		<u>25,258,547</u>

(495,415)  
\$ 10,222,773

**Proprietary Funds**  
**Statement of Cash Flows**

For the year ended June 30, 2017

	Business -type Activities -			
	Juneau International Airport	Bartlett Regional Hospital	Areawide Water Utility	Areawide Wastewater Utility
Increase (decrease) in cash and cash equivalents:				
<b>Cash flows from operating activities:</b>				
Cash receipts from customers	\$ 6,937,111	98,317,694	5,163,408	11,871,771
Payments to suppliers for goods and services	(3,619,075)	(25,357,664)	(873,397)	(3,944,716)
Payments to employees for services	(2,694,236)	(63,300,972)	(1,253,863)	(3,573,770)
Payments for interfund exchange transactions	(564,843)	(809,478)	(409,397)	(785,633)
Net cash provided (used) by operating activities	<u>58,957</u>	<u>8,849,580</u>	<u>2,626,751</u>	<u>3,567,652</u>
<b>Cash flows from noncapital financing activities:</b>				
Transfers from other funds	715,000	1,594,600	-	-
Cash from federal sources	159,592	-	-	-
Cash from state sources	146,818	2,027,638	35,918	100,777
Net cash provided by noncapital financing activities	<u>1,021,410</u>	<u>3,622,238</u>	<u>35,918</u>	<u>100,777</u>
<b>Cash flows from capital and related financing activities:</b>				
Transfers from other funds	85,000	-	-	-
Cash received on disposal of assets	49,061	-	-	-
Cash received from capital contribution - federal & state capital grants	4,591,063	-	175,728	(1,669,907)
Cash received from capital contribution	982,467	-	803,727	1,842,080
Cash paid for acquisition and construction of capital assets	(6,778,666)	(1,975,908)	(2,534,129)	(3,158,499)
Principal paid on revenue bond maturities	-	(765,000)	(94,098)	(50,668)
Principal paid on long-term loans and contracts	-	-	(67,487)	(554,124)
Interest paid on bonds and contracts	-	(882,077)	(12,965)	(86,259)
Net cash provided (used) by capital and related financing activities	<u>(1,071,075)</u>	<u>(3,622,985)</u>	<u>(1,729,224)</u>	<u>(3,677,377)</u>
<b>Cash flows from investing activities:</b>				
Earnings from invested proceeds	22,247	337,009	40,128	83,070
Net cash provided by investing activities	<u>22,247</u>	<u>337,009</u>	<u>40,128</u>	<u>83,070</u>
Net increase (decrease) in cash and cash equivalents	31,539	9,185,842	973,573	74,122
Cash and cash equivalents at beginning of year	<u>2,773,641</u>	<u>49,344,174</u>	<u>8,163,985</u>	<u>13,338,150</u>
Cash and cash equivalents at end of year	<u>\$ 2,805,180</u>	<u>58,530,016</u>	<u>9,137,558</u>	<u>13,412,272</u>

**Enterprise Funds**

<u>Boat Harbors</u>	<u>Dock</u>	<u>Waste Management</u>	<u>Totals</u>	<u>Internal Service Funds</u>
3,842,101	80,007	1,112,898	127,324,990	25,803,820
(1,012,244)	(368,554)	(899,985)	(36,075,635)	(23,517,210)
(1,455,935)	(928,548)	(252,821)	(73,460,145)	(1,310,752)
(340,746)	(381,250)	(32,870)	(3,324,217)	-
<u>1,033,176</u>	<u>(1,598,345)</u>	<u>(72,778)</u>	<u>14,464,993</u>	<u>975,858</u>
-	-	-	2,309,600	-
-	4,795	-	164,387	-
<u>351,396</u>	<u>38,726</u>	<u>5,273</u>	<u>2,706,546</u>	<u>1,443,635</u>
<u>351,396</u>	<u>43,521</u>	<u>5,273</u>	<u>5,180,533</u>	<u>1,443,635</u>
-	689,800	-	774,800	-
378	-	-	49,439	75,381
<u>4,189,210</u>	<u>6,208,998</u>	<u>-</u>	<u>13,495,092</u>	<u>-</u>
92	105	-	3,628,471	-
(10,377,884)	(19,988,622)	(59,801)	(44,873,509)	(2,699,524)
(355,254)	-	-	(1,265,020)	-
-	-	-	(621,611)	-
(579,926)	-	-	(1,561,227)	-
<u>(7,123,384)</u>	<u>(13,089,719)</u>	<u>(59,801)</u>	<u>(30,373,565)</u>	<u>(2,624,143)</u>
<u>75,468</u>	<u>14,084</u>	<u>5,353</u>	<u>577,359</u>	<u>30,032</u>
<u>75,468</u>	<u>14,084</u>	<u>5,353</u>	<u>577,359</u>	<u>30,032</u>
(5,663,344)	(14,630,459)	(121,953)	(10,150,680)	(174,618)
<u>8,653,270</u>	<u>31,581,039</u>	<u>1,072,113</u>	<u>114,926,372</u>	<u>21,253,644</u>
<u>2,989,926</u>	<u>16,950,580</u>	<u>950,160</u>	<u>104,775,692</u>	<u>21,079,026</u>

(Continued)

**Proprietary Funds**  
**Statement of Cash Flows, continued**  
*For the year ended June 30, 2017*

	Business -type Activities -			
	Juneau International Airport	Bartlett Regional Hospital	Areawide Water Utility	Areawide Wastewater Utility
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (5,026,651)	(11,239,752)	(174,361)	(269,646)
Adjustments to reconcile net operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	4,597,079			
Pension expense	939,644			
(Increase) decrease in assets:				
Accounts receivable	134,625			
Other receivables	-			
Inventories	(88,393)			
Prepaid expenses	(100)			
Deferred outflows of resources	(234,072)			
Increase (decrease) in liabilities:				
Accounts payable	2,285			
Accrued salaries payable	20,863			
Accrued annual leave and compensation time	33,965			
Unearned revenues	(99,443)			
Deferred inflows of resources	(225,435)			
Accrued and other liabilities	4,590			
Total adjustments	5,085,608	-	-	-
Net cash provided (used) by operating activities	\$ 58,957	(11,239,752)	(174,361)	(269,646)
Noncash activities from investing, capital and related financing:				
Receivable from capital contributions - federal and state grants	(9,719,907)	-	(1,008)	1,687,410
Receivable from capital contributions - special assessment	-	-	-	87,426
	\$ (9,719,907)	-	(1,008)	1,774,836

The notes to the basic financial statements are an integral part of this statement.

**Enterprise Funds**

<u>Boat Harbors</u>	<u>Dock</u>	<u>Waste Management</u>	<u>Totals</u>	<u>Internal Service Funds</u>
(819,576)	(1,203,377)	72	(18,733,291)	(947,007)
			4,597,079	
			939,644	
			-	
			134,625	
			-	
			(88,393)	
			(100)	
			(234,072)	
			-	
			2,285	
			20,863	
			33,965	
			(99,443)	
			(225,435)	
			4,590	
-	-	-	5,085,608	-
<u>(819,576)</u>	<u>(1,203,377)</u>	<u>72</u>	<u>(13,647,683)</u>	<u>(947,007)</u>
128,989	-	-	(7,904,516)	-
-	-	-	87,426	-
<u>128,989</u>	<u>-</u>	<u>-</u>	<u>(7,817,090)</u>	<u>-</u>

**Fiduciary Funds**

**Statement of Fiduciary Assets and Liabilities**

*June 30, 2017*

**ASSETS**

Equity in central treasury	\$	923,571
Plant and equipment		<u>7,588</u>
Total assets	\$	<u><u>931,159</u></u>

**LIABILITIES**

Accrued and other liabilities	\$	<u>931,159</u>
Total liabilities	\$	<u><u>931,159</u></u>

The notes to the basic financial statements are an integral part of this statement.

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The City and Borough of Juneau, Alaska (CBJ) has an estimated population of 33,739 living within an area of 3,248 square miles making it the largest area capital city in the country. The population grows significantly during the summer when cruise ships frequent our port. Approximately one million people visit CBJ annually. Juneau is the capital of Alaska and located in the panhandle of Alaska along the British Columbia coast. CBJ was formed as a unified government by a Home Rule Charter on July 1, 1970 under the provisions of Alaska Statutes, Title 29, as amended.

#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the CBJ have been prepared in accordance with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below.

##### **A. REPORTING ENTITY**

CBJ operates under an assembly-manager form of government and provides the following services; general administrative, education, planning and zoning, port, boat harbors, airport, wastewater and water utilities, hospital, ski resort, parking, library and, as approved by the citizens, road services, fire service, police, recreation, capital transit, land management, tourism and conventions, gravel pits, hazardous waste disposal, and recycling.

The financial statements of the reporting entity include those of CBJ (the primary government) and its component unit, the City and Borough of Juneau School District (School District). The component unit is discussed below and is included in the reporting entity because of its financial dependence on CBJ even though the voters elect the School Board.

The Assembly appoints the members of the Airport Board, Docks and Harbors Board, and the Bartlett Regional Hospital Board to oversee routine operating activities. The entities are not legally separate from CBJ and they are considered part of the primary governmental for financial reporting purposes.

##### **Discretely Presented Component Unit**

The financial data of the component unit included in the financial reporting entity meets the criteria for discrete presentation and is presented in the component unit column of the financial statements. It is reported in a separate column to emphasize that it is legally separate from CBJ. The School District, which has a June 30 year-end, issues separate financial statements. Complete financial statements of the School District can be obtained from their administrative office at 10014 Crazy Horse Drive, Juneau, AK 99801.

The CBJ Assembly (Assembly) approves the total annual budget of the School District and, during the year, may increase or decrease the total appropriation. The Assembly approves the borrowing of monies and issuance of bonds for the School District to finance the acquisition and construction of school facilities. CBJ retains ownership of the educationally related capital assets and has delegated the operational responsibility for public education to the School District.

##### **Joint Ventures**

CBJ participates in two joint ventures with a private corporation to lease property for the development of certain mineral rights. The joint venture agreement gives CBJ the authority to appoint one-half of the board members, but no authority to direct action by itself. The private sector partner maintains the operations and fiscal control of joint venture activities. CBJ, as a partner, has access to the joint venture's resources with the concurrence of



the other partner. A substantial portion of the benefits generated by the joint ventures is retained by the private sector partner and is not available to the general public. CBJ has not provided special support or financing arrangements for joint venture operations.

## B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position (deficit) and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements with the exception of the internal service funds, that are reported as governmental or business-type as determined by their primary services. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for support. Likewise, the *primary government* is reported separately from legally separate *component units* for which the primary government is financially accountable.

The statement of net position (deficit) presents the financial condition of the governmental and business-type activities of CBJ at year-end. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for the governmental, proprietary, and fiduciary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

## C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

### Measurement Focus

**Government-wide Financial Statements** – The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of CBJ are included on the statement of net position (deficit). The statement of activities reports revenues and expenses.

**Fund Financial Statements** – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the government fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expense) in net total position. The statement of

cash flows provides information about how CBJ finances and meets the cash flow needs of its proprietary activities.

### **Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

**Revenues - Exchange Transactions** – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For CBJ, the phrase “soon enough thereafter” means expected to be received within sixty days of year-end.

**Revenues - Non-Exchange Transactions** – Non-exchange transaction, in which CBJ receives value without directly giving equal value, in return, include sales taxes, property taxes, grants, and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which CBJ must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to CBJ on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within sixty days) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, interest, and federal and state grants.

**Unearned Revenue** – Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reports as unearned revenue (i.e., they are measureable but not available) rather than as revenue.

**Expenses/Expenditures** – On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

### **Financial Statement Presentation**

CBJ reports the following major governmental funds:

The *General Fund* is the government’s primary operating fund. It accounts for all the financial resources of the general government, except those required to be accounted for in another fund. Property taxes in this fund come from three nested taxing districts – Areawide includes all property within CBJ, Roaded Service Area includes only property on the road system, and Fire Service Area which includes a subset of that property.

The *Sales Tax Fund* accounts for the revenues received from tax on the sale of goods and services. Funds are committed for the use in specific areas and/or for specific purposes as advised by the ballot initiatives for each of the components of CBJ's permanent and temporary sales tax.

The *General Debt Service Fund* accounts for the principal, interest, and fiscal charges on all general obligation debt and property purchase agreements, except for the debt and property purchase agreements attributable to the proprietary fund types. Revenues are from bond proceeds, interest earned on unspent bond proceeds, property tax, State of Alaska school debt reimbursement, and interfund transfers.

CBJ reports the following major enterprise funds:

The *Juneau International Airport Fund* accounts for the operations, maintenance, capital improvements, and expansion of the Juneau International Airport. Its major revenues consist of property leases, airport user fees, fuel flowage fees, service charges, concessions, and short-term rental agreements.

The *Bartlett Regional Hospital Fund* accounts for the health care and other services provided by the CBJ-owned and operated hospital.

The *Areawide Water Utility Fund* accounts for the provision of water treatment and distribution to the residents and commercial users.

The *Areawide Wastewater Utility Fund* accounts for provision of collection and treatment of wastewater to the residents and commercial users.

The *Boat Harbors Fund* accounts for the operations, maintenance, and capital improvements to the four CBJ-owned boat harbors and numerous launch ramps.

The *Dock Fund* accounts for operations, maintenance, and capital improvements to the CBJ-owned docks which are heavily used by over 500 cruise ships during the summer months.

The *Waste Management Fund* accounts for hazardous waste disposal and recycling programs provided to the residents of CBJ.

Additionally, the CBJ reports the following fund types:

**Governmental Fund Types:**

**Special Revenue Funds** account for operating activities financed by specific revenue sources that are restricted for specified purposes. Examples include lands management and taxes.

**Capital Project Funds** account for financing resources to be used for acquisition or construction of major capital facilities (other than those financed by Proprietary Fund Types).

**Permanent Funds** account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support CBJ programs.

**Proprietary Fund Types:**

**Internal Service Funds** account for goods or services provided primarily to other agencies or funds of CBJ rather than to the general public. These goods and services include risk management, health-related fringe benefits, fleet, and fleet management. In the government-wide statements, internal service funds are allocated based on the history of its primary customers. Central equipment services are allocated to governmental activities while risk management services are allocated to business-type activities.

**Fiduciary Fund Types:**

**Agency Funds** report assets and liabilities for deposits and investments entrusted to CBJ as an agent for others. Activities include maintenance of commodities for individuals deemed incapable of managing these monies, promotion of the relationship between Juneau and her sister cities, historical projects, and the local library infrastructure.

Management reviews CBJ's fund type designations on a continual basis and can change the fund type designation for a given department or function based on various factors, including changes in funding sources or types of services provided.

**D. ASSETS, LIABILITES, AND NET POSITION OR EQUITY**

**Equity in Central Treasury** - This account represents a fund's equity in cash and investments of the central treasury of CBJ. All investments are stated at fair value. For funds with a negative equity in the central treasury, the amount is shown as an interfund payable to the General Fund.

**Cash and Cash Equivalents** - On the statement of cash flows for the proprietary funds, CBJ has defined cash and cash equivalents as deposits maintained in the central treasury.

**Receivables** - All trade and property tax receivables are reported net of an allowance for uncollectibles.

**Inventories** - Inventories, principally supplies, for all proprietary funds and certain governmental funds with material inventories, are valued at either cost or first-in, first-out (FIFO) using the consumption method. The remaining governmental fund inventories are accounted for as expenditures at the time of purchase.

**Prepaid Items** - Payments made to vendors for services that will benefit periods beyond June 30, 2017, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved as this amount is not available for general appropriation.

**Restricted Assets** - All resources related to the construction of new capital assets and other expenses are recorded as restricted assets in the respective enterprise and capital projects funds. Any reimbursements from outside sources for these projects are restricted accordingly.

Liabilities payable from these restricted assets include accounts payable, unearned revenue, and interfund payables to the general fund.

**Capital Assets** - Capital assets, which include property, plant, equipment, and infrastructure (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. The threshold for capitalization of assets is individual cost of \$5,000 or more and an estimated useful life in excess of three years. Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value as of the date of receipt.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Property, plant, and equipment of the primary government, as well as the component unit, are depreciated using the straight-line method (half-year convention the year the asset is placed in service) over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	5-40
Building improvements	5-40
Public domain infrastructure	15-40
Parking areas and garages	30-40
Water and wastewater systems:	
Treatment, distribution, and reservoir systems	20-50
Lift stations, interceptors, and laterals	20-40
Motor vehicles and motorized equipment	3-12
Furniture, machinery, and equipment	5-28

**Compensated Absences** - CBJ employees earn personal leave rather than separate vacation and sick leave. Unpaid personal leave is accrued and reported as a liability in the period earned. In governmental fund types, leave is recorded as an expenditure when it is due. In proprietary fund types, leave is recorded as an expense when it is earned.

**Unearned Revenue** - Property taxes receivable but not collected within 60 days of year-end have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as unearned revenue.

**Retirement Plans** - All full-time employees of CBJ and the School District participate in either the State of Alaska Public Employees' Retirement System (PERS) or the State of Alaska Teachers' Retirement System (TRS). CBJ and the School District accrue and fund pension costs as incurred.

**Long-term Note Receivable** - CBJ has received various grants from the State to stimulate low-income housing and small business development. No-interest loans were made for construction of low-income housing and small business development. As the loans are repaid the funds are used to make additional loans or grants for similar purposes. Other interest bearing loans are related to the purchase of land from CBJ.

The activities relating to these loans are recorded in the Affordable Housing and Lands special revenue funds.

**General Obligation Bonds** - General obligation bonds are reported on the government-wide statements or in the respective enterprise funds. The debt is recorded in the fund responsible for retiring the debt.

**Revenue Bonds** - Revenue bonds are interest-bearing bonds that are issued by a government in anticipation of revenues to be received at a later date. The bonds are paid from the revenue to which it is related.

**Debt Premiums, Discounts, Issuance cost, and Debt Refunding Gains and Losses** - On the government-wide and proprietary funds statements of net position (deficit), debt premiums and discounts are netted against the debt payable. On the government-wide statements of activities and the propriety funds statement of revenues, expenses and changes in net position, debt premiums and discounts, are deferred and amortized over the life of the bond using the effective interest method.

Debt refunding gains and losses are reported as deferred inflows or outflows of resources on the statements of net position (deficit). These gains and losses are deferred and amortized over the shorter of the life of the refunding debt (new debt) and the refunded debt (the old debt).

Bond issuance costs are recognized as an outflow of resources in the reporting period in which they are incurred.

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

At the government fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as debt service expenditures.

**Net Pension Liability** - CBJ reports its proportionate share of the net pension liability of PERS. For purposes of measuring the net pension liability or asset, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about fiduciary net position of PERS, and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS in the Schedules of Employer and Non-employer Allocations and Schedules of Pension Amounts by Employer and Non-employer. For this purpose, benefits payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

**Deferred Outflows/Inflows of Resources** - In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then.

**Fund Balances** - Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position (deficit)."

Governmental funds report fund balance in classifications based primarily on the extent to which CBJ is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance for governmental funds can consist of the following:

**Nonspendable Fund Balance** - The portion of a fund balance that cannot be spent because it is either: (a) not in a spendable form, such as prepaid items, inventories of supplies, or loans receivable; or (b) legally or contractually required to be maintained intact, such as the principal portion of an endowment.

**Restricted Fund Balance** - The portion of a fund balance that has constraints placed on the use of resources that are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed Fund Balance** - The portion of a fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action, such as an ordinance of the Assembly. Commitments may be changed or lifted only by the Assembly taking formal action.

**Assigned Fund Balance** - The portion of a fund balance that is constrained by the government's intent to be used for specific purposes but are neither Restricted nor Committed. Through the Home Rule Charter Section 4.5 and Rules of Construction (CBJ Code 01.15.020), the Assembly has given the manager or the manager's designee, the Finance Director, authority to assign unrestricted fund balance amounts through the budgetary process where CBJ's intent is for those amounts to be used for specific purposes.

**Unassigned Fund Balance** - The portion of a fund balance that does not fall into one of the above four categories. The General Fund is the only fund that should report a positive fund balance in this category.

For the year ended June 30, 2017

## NOTES TO BASIC FINANCIAL STATEMENTS

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

In all cases, encumbrance amounts have been assigned for specific purposes for which resources already have been allocated.

**Net Position (Deficit)** - Net position (deficit) represents the difference between assets and deferred outflows less liabilities and deferred inflows.

**Net Investment in Capital Assets** - Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the expended and outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets.

**Restricted Net Position** - Net position is reported as restricted when there are limitation imposed on their use either through the enabling legislation adopted by CBJ or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

**Unrestricted Net Position (Deficit)** - This amount is all net position (deficit) that does not meet the definition of "net investment in capital assets" or "restricted net position".

### E. REVENUES AND EXPENDITURES/EXPENSES

In the government-wide statement of activities, revenues and expenses are segregated by activity (governmental or business-type), then further by function (e.g. administration, education, public transportation, etc.). Additionally, revenues are classified between program and general revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and internal service funds are charges to customers for sales and services. Operating expense for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Bartlett Regional Hospital's charges for services as reported in the statement of revenues, expenses, and changes in net position, include net patient service revenue, which is reported net of contractual allowances and charity care of \$53,473,793 and bad debt expense of \$4,221,419 for the year ended June 30, 2017.

**Contributions of Capital** - Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

**Reimbursements** - Reimbursement transactions occur when an expenditure is initially made from one fund but which is more appropriately applicable to another fund. These items are recorded as expenditures and expenses in the fund initially charged.

**Interfund Services Provided and Used** - Because governmental units operate with a number of funds, with each individual fund performing its specific functions, there are instances where funds are required to do business with each other. This business can be categorized as either an interfund transaction or an interfund transfer.

Interfund transactions are divided into two categories: exchange type activity and reimbursement transactions. Exchange type activities are those transactions that would be treated as revenues, expenditures or expenses if they involved parties external to CBJ. These types of transactions are accounted for as ordinary revenues, expenditures or expenses of the funds involved. An example of this type of transaction is when the Parks and Recreation Department buys water from the Water Department. This transaction is treated as an expenditure to the Parks and Recreation Department and as a revenue to the Water Department.

Interfund transfers are transfers between funds that are required when revenue is generated in one fund and expenditures are paid from another fund. The majority of these transfers occur with respect to capital projects where General Fund and Special Revenue Fund monies are transferred to finance various capital projects.

**Estimates** - The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

## **NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

### **A. BUDGETARY INFORMATION**

CBJ prepares, reviews, approves, and appropriates a biennial operating budget on a July 1 to June 30 fiscal year. Future appropriation will continue to be on an annual basis to comply with Charter provisions.

CBJ follows these procedures in establishing the budgetary data reflected in the basic financial statements:

- The manager must submit to the Assembly, by April 5, the proposed operating budget for the fiscal year commencing July 1. The budget is a complete financial plan for all CBJ operations, including the education function. The budget is required to show reserves, estimated revenues from all sources, and proposed expenditures for all purposes.
- Public hearings are conducted between the submission and adoption dates to obtain taxpayer comments.
- The Assembly, by ordinance, must adopt an operating budget for the following fiscal year by June 15.

The manager may transfer part or all of any unencumbered balance between classifications of expenditures within a department, excluding the education function. The Assembly must approve revisions to the total budget of any fund or department. Expenditures may not legally exceed budgeted appropriations. If during the fiscal year it is necessary to amend the originally adopted budget, the Assembly by ordinance may increase or decrease the original appropriation.

Formal budgetary integration is employed as a management control device during the year for all funds with adopted budgets. CBJ budgets on the modified-accrual basis plus encumbrances and compensated absences excluding capital leases for all governmental fund types. Proprietary fund types are budgeted on a modified-accrual basis plus encumbrances, compensated absences and replacement reserve.

CBJ adopts annual budgets for all governmental fund types (except for Capital Projects Funds) and proprietary fund types. Budgets for capital improvement projects are budgeted on a project-length basis. Budgeted amounts are as originally adopted or as amended by the Assembly during the fiscal year ended June 30, 2017. Amendments are due to new or amended grant awards from the State of Alaska or federal government and to revenues exceeding original estimates, if intended to be spent during the current fiscal year.



*For the year ended June 30, 2017***NOTES TO BASIC FINANCIAL STATEMENTS**

The Assembly, as the oversight authority, approves the total annual budget of the School District. After adoption of the School District budget, the School District cannot exceed the total budget (legal level of control) without Assembly approval.

Appropriations lapse at year-end to the extent that they have not been expended or encumbered for all funds except Capital Project Funds, which lapse at project completion.

In October 2012, the Assembly adopted a new policy to maintain a general governmental budget reserve of not less than two months (16.7%) general operating revenue. General governmental operating revenue is comprised of the General Fund and the Sales Tax Special Revenue Fund. The budget reserve is intended to ensure adequate resources in the event of an emergency or significant unanticipated reduction in revenues. The CBJ budget reserve will be adjusted annually based on the most recently-audited financial statements. Appropriations from the budget reserve requires Assembly action and will be limited to providing temporary funding for unforeseen needs on an emergency or nonrecurring basis; or to permit orderly budget reductions and/or tax adjustments, for a period not to exceed two fiscal years, when funding sources are lost or substantially reduced. If the budget reserve falls below the target (two months general governmental operating revenue or 16.7%) a plan for replenishment will be developed by the City Manager and presented to the Assembly for action. Reserve replenishment takes priority over tax reductions and/or mill rate reductions.

The budget reserve calculation for June 30, 2017 (using the most recently audited financial information) is as follows:

General Fund	\$ 56,982,167
Sales Tax Fund	<u>47,603,578</u>
Total General Governmental Revenues	\$ <u><u>104,585,745</u></u>
Two month reserve amount	\$ 17,430,958

The amount available to fund the budget reserve for June 30, 2017 is as follows:

General Fund	\$ 21,482,508
Sales Tax Fund	<u>4,868,627</u>
Total available to fund reserve	\$ <u><u>26,351,135</u></u>

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

**B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

Excess of expenditures, expenses, and other financing uses over appropriations in individual funds by department level for the year ended June 30, 2017:

	Final Appropriation	Actual expenditures, expenses, and other financing uses on budget basis	Excess
General Fund:			
Engineering	\$ 369,674	390,760	(21,086)
Tourism and Conventions	1,143,162	1,158,677	(15,515)
Special Revenue Funds:			
Sales Tax Fund	816,700	899,677	(82,977)
Hotel Tax fund	25,300	25,504	(204)
Tobacco Excise Tax Fund	30,900	31,645	(745)
Enterprise Funds:			
Juneau International Airport	6,999,842	7,331,501	(331,659)
Dock	1,778,086	1,953,089	(175,003)
Boat Harbors	3,436,177	3,558,445	(122,268)

**NOTE 3 – CENTRAL TREASURY**

CBJ uses a central treasury concept to account for cash and investments for all funds and the component unit. The financial activity of the central treasury is accounted for in the General Fund. In some instances funds may overdraft their available cash balance in the central treasury. Specific fund overdrafts are treated as short-term loans and are reported on the balance sheets as liabilities, "interfund payable to the General Fund." The corresponding receivable is reported as an asset on the balance sheet "interfund receivables from other funds." Specific fund overdrafts are not reported as part of central treasury investments included in the General Fund balance sheet. The cash and investment total of \$200,414,944 reported as "equity in central treasury" represents the total actual central treasury balances as of June 30, 2017.

Investment income is allocated to funds when required by ordinance, regulation, or bond covenant based on each fund's average monthly cash balance.

**Demand Deposits**

CBJ has the following demand deposits at June 30, 2017:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Demand Deposits	\$ 10,087,248	\$ 12,049,163

**Custodial Credit Risk - Deposits**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in possession of an outside party. As of June 30, 2017, CBJ maintains a collateral agreement with a depository

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

financial institution, First National Bank of Alaska (FNBA). All collateral consists of obligations issued, or fully insured or guaranteed as to payment of principal and interest, by the United States of America, an agency thereof or a United States government sponsored corporation, with market value not less than the collateralized deposit balances.

**Investments****Fair Value of Investments**

CBJ measures and records its investments using fair value measurements guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and
- Level 3: Unobservable inputs.

At June 30, 2017, CBJ had the following recurring fair value measurements:

Investment Type	Fair Value	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
U.S. Treasury	\$ 77,957,268	77,957,268	-	-
Federal Agency	2,003,720	-	2,003,720	-
Asset-backed	722,583	-	722,583	-
Corporate	64,848,585	-	64,848,585	-
Commercial Paper	7,500,000	-	7,500,000	-
Managed pool accounts	22,946,642	-	22,946,642	-
Investment pool (AMLIP)	9,480,202	-	9,480,202	-
Total Fair Value	\$ 185,459,000	77,957,268	107,501,732	-

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using a market-based model which considers yield, price of comparable securities, coupon rate, maturity, credit-quality, and dealer-provided prices. CBJ does not have any debt and equity securities classified in Level 3.

A summary of CBJ's fixed income investments at June 30, 2017 is displayed below by the type of instrument.

Investment Type	Less Than 1	Investment Maturities (in years)			June 30, 2017
		1-5	6-10	Greater Than 10	
U.S. Treasury	\$ 37,515,848	40,441,420	-	-	77,957,268
Federal Agency	2,003,720	-	-	-	2,003,720
Asset-backed	-	722,583	-	-	722,583
Corporate	24,481,360	40,156,137	211,088	-	64,848,585
Commercial Paper	7,500,000	-	-	-	7,500,000
Managed pool accounts	22,946,642	-	-	-	22,946,642
Investment Pool (AMLIP) <sup>1</sup>	9,480,202	-	-	-	9,480,202
Total Fair Value	\$ 103,927,772	81,320,140	211,088	-	185,459,000

<sup>1</sup> The Alaska Municipal League Investment Pool (AMLIP) is considered to be an external investment pool. Regulatory oversight of AMLIP is established by Alaska State Statute 37.23, which sets forth the requirements regarding authorized investments and reporting. The CBJ's share of fair value in AMLIP is determined by the fair value per share of AMLIP's underlying portfolio. As of June 30, 2017, the fair value of CBJ's position in the pool approximates the value of CBJ's pool shares.

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

**Equity Investments**

A summary of CBJ's Mutual Fund investments at June 30, 2017 is displayed below.

Investment Type	Cost	Fair Value	Unrealized Gain
Total Bond Market Index	\$ 1,333,000	2,278,970	945,970
S&P 500 Index Fund	1,167,000	1,893,341	726,341
Developed Markets Index	500,000	696,385	196,385
Total	\$ <u>3,000,000</u>	<u>4,868,696</u>	<u>1,868,696</u>

**Investment Policies**

CBJ's Finance Ordinance Code 57.25.020 authorizes CBJ to invest in the following securities:

Under internal portfolio management:

1. Obligations of, or obligations insured or guaranteed by, the United States or agencies or instrumentalities of the United States;
2. Commercial paper issued by corporations or businesses and rated at least A2/P2 by a nationally recognized rating service, and collateralized commercial paper with no time limit;
3. Bankers acceptances drawn on and accepted by a rated bank and eligible for rediscount with or purchase by Federal Reserve System banks;
4. Negotiable certificates of deposit issued by rated banks;
5. Nonnegotiable certificates of deposit secured as provided in Section 57.25.030;
6. Repurchase and reverse repurchase agreements secured by obligations insured or guaranteed by the United States or agencies or instrumentalities of the United States;
7. Bank obligations secured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or the National Credit Union Association;
8. U.S. dollar denominated corporate bonds and rated investment grade or higher by a nationally recognized rating agency at the time of purchase;
9. Mortgage-backed securities issued by an agency of the United States Government;
10. Custodial money market funds;
11. Loans to specified funds of the City and Borough for the purpose of capital acquisition, made as provided in Section 57.05.045;
12. An investment pool for public entities authorized by AS 37.23

Under external portfolio management:

In addition to the first nine items listed under internal portfolio management, the external manager may invest in the following:

1. Money market funds and other mutual funds;
2. Mortgage-backed securities, collateralized mortgage obligations, and asset-backed securities rated A or higher by a nationally recognized rating agency at the time of purchase;
3. Futures and options subject to certain limitations.

Under long portfolio management:

1. *Domestic fixed income*: Securities issued in the United States matching security types, quality and maturity ranges contained in the Barclays US Aggregate Float Adjusted Index;
2. *Domestic equity*: Common and preferred stock issued by companies domiciled in the United States, and traded on a domestic stock exchange, or traded through the National Association of Securities Dealers Automated Quotation (NASDAQ) system;

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

3. *International equity*: Common and preferred stock issued by companies domiciled outside the United States, primarily in developed countries, as defined by the FTSE Developed ex North America Index.

**Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. CBJ limits its exposure to credit risk by limiting investments to the quality permitted in its investment policies and by requiring each portfolio to be diversified with regard to specific issuer, industry, and sector.

The credit quality ratings of CBJ's investments as of June 30, 2017, as described by the nationally recognized statistical rating organization Standard & Poor's, are shown below.

Investment Type	S&P Rating	Investment Fair Value	% of Total
U.S. Treasury		\$ 77,957,268	42.0 %
Federal Agency	AA+	2,003,720	1.1
Asset-backed*	AAA	373,452	0.2
Asset-backed	AA+	349,131	0.2
Corporate	A1/P1	7,500,000	4.0
Corporate	AA	14,618,556	7.9
Corporate	A	27,576,996	14.9
Corporate	BBB	22,653,033	12.2
Managed pool accounts	not rated	22,946,642	12.4
External investment pool (AMLIP)	not rated	9,480,202	5.1
		<u>\$ 185,459,000</u>	<u>100.0 %</u>

\* One security not rated by S&P; Fitch and Moody's ratings are AAA/Aaa, respectively.

**Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. CBJ's investment policy limits this risk by limiting investments from one issuer to no greater than ten percent of the portfolio with the exception of securities of the U.S. government or agencies, the Alaska Municipal League Investment Pool (AMLIP) or collateralized investments.

As of June 30, 2017, CBJ had no concentrations exceeding five percent from any issuer, with the exception of AMLIP which is considered to have no credit risk.

**Custodial Credit Risk - Investments**

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of the investment or collateral securities that are in possession of an outside party. To mitigate custodial credit risk for its investments, CBJ maintains an independent custody bank (US Bank) to hold all investments registered in CBJ's name and requires delivery versus payment (DVP), in which the securities are provided at the same time or before payment is made.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from increasing interest rates, CBJ's investment policy limits the maturity and duration of its portfolio segments as follows:

Short-term investments, set up to meet current cash requirements, are restricted to maturities of less than twenty-four months, a duration of less than one year, and held to maturity.

**NOTES TO BASIC FINANCIAL STATEMENTS***For the year ended June 30, 2017*

Short-Intermediate investments, set up to meet cash requirements over the next two to five years, are restricted to maturities of less than sixty-six months, a duration of less than three years, and are usually held to maturity.

Intermediate investments, consisting of funds not needed within the next five years, have no specific maturity restriction but are controlled by the duration limits of Barclay's Capital Intermediate Government/Credit Index. That index modified duration at June 30, 2017 was 3.98 with an annual performance of -0.21%.

Long Portfolio investments, consisting of funds to be invested in perpetuity, include fixed income investments in a mutual fund. The fund is designed to track the performance of the Barclays Capital U.S. Aggregate Bond Index which had a modified duration of 5.81 and annual performance of -0.31% at June 30, 2017.

**Modified Duration**

Duration is a measure of a debt investment's exposure to fair value changes arising from changing interest rates. For example, if interest rates fell by 1 percent, the value of a security or portfolio having a modified duration of 3.0 generally would increase in price by 3 percent.

The modified duration for CBJ's investments as of June 30, 2017 is as follows:

Investment Type	Investment Fair Value	Modified Duration
U.S. Treasury	\$ 77,957,268	1.123
Federal Agency coupon	2,003,720	0.043
Corporate commercial paper	7,500,000	0.000
Corporate coupon	64,848,585	1.345
Corporate asset-backed	722,583	0.050
Managed pool accounts	22,946,642	0.000
External investment pool (AMLIP)	9,480,202	0.000
	\$ 185,459,000	
Portfolio modified duration		0.948

**Demand Deposits and Investments – Reconciliation to Equity in Central Treasury**

## Demand Deposits and Investments:

Demand deposits (carrying amount)	\$ 10,087,248
Investments	185,459,000
Equity Investments	4,868,696
Demand Deposits and Investments	\$ 200,414,944

## Equity in Central Treasury:

Equity in central treasury	\$ 118,966,407
Restricted assets: Equity in central treasury	73,561,976
School District component unit	6,962,990
Agency Funds	923,571
Demand Deposits and Investments	\$ 200,414,944

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS****NOTE 4 – RECEIVABLES DETAIL**

Receivables at June 30, 2017 are as follows:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Net Total</u>
	<u>Receivables</u>	<u>Allowance for Uncollectibles</u>	<u>Receivables</u>	<u>Allowance for Uncollectibles</u>	
Customers	\$ 5,881,294	(364,985)	23,630,220	(554,041)	28,592,488
Taxes	9,711,472	(150,796)	-	-	9,560,676
Long-term notes	2,109,100	(590,576)	-	-	1,518,524
Special assessments	115,040	-	-	-	115,040
Totals	<u>\$ 17,816,906</u>	<u>(1,106,357)</u>	<u>23,630,220</u>	<u>(554,041)</u>	<u>39,786,728</u>

**NOTE 5 – PROPERTY TAXES**

Property tax is considered an enforceable lien at the January 1 assessment date. Mill levies are set prior to June 15 to finance the period July 1 through June 30 of the following year as required by ordinance. Receivables are recognized and revenues are recorded when taxpayer liability is calculated and billed on July 1. Property tax bills are due September 30.

**NOTE 6 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

Each fund participates in the central treasury as described in Note 1. Deficits in central treasury are accounted for as interfund payables to the General Fund and represent payable balances in addition to the amounts described above. Interfund payables at June 30, 2017 amounted to \$7,115,610 to the General Fund. General Fund balance has been reserved for that portion of deficits in central treasury that are considered long-term. A balance is considered long-term if budgeted revenues over expenditures for fiscal year 2017 do not exceed the current year deficit cash balance.

<u>Interfund payables/receivables</u>	<u>Fund Level</u>			<u>Additions (Eliminations)</u>	<u>Government- wide Internal Balances</u>
	<u>Interfund Payable</u>	<u>Interfund Payable - Restricted Assets</u>	<u>Interfund Receivable General Fund</u>		
Governmental Funds:					
Sales tax	\$ 3,514,126	-	3,514,126	(3,514,126)	-
Non-major governmental funds	278,932	-	278,932	(278,932)	-
Enterprise Funds:					
Juneau International Airport	-	3,322,552	3,322,552	-	3,322,552
Internal service reallocation	-	-	-	712,752	712,752
	<u>3,793,058</u>	<u>3,322,552</u>	<u>7,115,610</u>	<u>(3,080,306)</u>	<u>4,035,304</u>
Less:					
Payable from governmental funds	<u>3,793,058</u>	<u>-</u>	<u>3,793,058</u>	<u>(3,793,058)</u>	<u>-</u>
Net short-term government-wide internal balances	<u>\$ -</u>	<u>3,322,552</u>	<u>3,322,552</u>	<u>712,752</u>	<u>4,035,304</u>

## NOTES TO BASIC FINANCIAL STATEMENTS

For the year ended June 30, 2017

Advances	Fund Level			Additions (Eliminations)	Government- wide Internal Balances
	Interfund Payable	Interfund Payable - Restricted Assets	Interfund Receivable General Fund		
Governmental Funds:					
Non-major governmental funds	\$ 119,042	-	119,042	(119,042)	-
Less:					
Payable from governmental funds	119,042	-	119,042	(119,042)	-
Net long-term government-wide internal balances	\$ -	-	-	-	-

Transfers are used to 1) move revenues from funds with collection authorization, including Sales Tax, Hotel Tax, Tobacco Excise Tax, and Marine Passenger Fees, to recipient funds such as the General Fund, debt service funds, and various capital projects funds; including transfers to enterprise funds that are limited to capital purposes, 2) move funds to the debt service fund to create mandatory reserve accounts established by bond resolutions, and 3) move unrestricted funds to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amount provided as subsidies or matching funds for various grant programs.

Interfund transfers for the year ended June 30, 2017, were as follows:

Fund	Transfer Fund Level	Reclassification/ Elimination	Transfer Governmental	Government-wide Proprietary
Transfers in:				
Governmental funds:				
General Fund	\$ 33,957,734	(33,957,734)	-	-
General Debt Service Fund	7,255,066	(7,255,066)	-	-
Non-major Governmental Funds	21,220,685	(21,220,685)	-	-
Governmental funds subtotal	62,433,485	(62,433,485)	-	-
Enterprise funds:				
Juneau International Airport	800,000	-	-	800,000
Bartlett Regional Hospital	1,594,600	-	-	1,594,600
Dock	689,800	-	-	689,800
Enterprise funds subtotal	3,084,400	-	-	3,084,400
Total transfers in	\$ 65,517,885	(62,433,485)	-	3,084,400
Transfers out:				
Governmental funds:				
General Fund	\$ 4,944,992	(4,944,992)	-	-
Sales Tax	45,021,500	(43,276,500)	1,745,000	-
Non-major Governmental Funds	15,551,393	(14,211,993)	1,339,400	-
Governmental funds subtotal	65,517,885	(62,433,485)	3,084,400	-
Total transfers out	\$ 65,517,885	(62,433,485)	3,084,400	-
Net transfers government-wide level			\$ (3,084,400)	3,084,400



For the year ended June 30, 2017

## NOTES TO BASIC FINANCIAL STATEMENTS

## NOTE 7 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017 was as follows:

	Primary Government			
	Beginning Balance	Additions	Retirements	Ending Balance
Governmental activities:				
Non-depreciable assets:				
Land	\$ 35,117,870	-	(47,550)	35,070,320
Infrastructure in progress	39,087,950	7,235,778	(1,253,763)	45,069,965
Construction in progress	123,548,157	12,481,060	(56,870,580)	79,158,637
Depreciable assets:				
Buildings and improvements	358,602,230	54,614,268	(32,561)	413,183,937
Equipment	60,893,204	3,476,786	(899,464)	63,470,526
Infrastructure	230,448,446	2,127,065	-	232,575,511
Total cost	<u>847,697,857</u>	<u>79,934,957</u>	<u>(59,103,918)</u>	<u>868,528,896</u>
Less accumulated depreciation:				
Buildings and improvements	159,870,481	11,049,455	(32,561)	170,887,375
Equipment	42,609,769	2,764,425	(878,750)	44,495,444
Infrastructure	175,325,996	4,421,544	-	179,747,540
Total accumulated depreciation	<u>377,806,246</u>	<u>18,235,424</u>	<u>(911,311)</u>	<u>395,130,359</u>
Governmental capital assets, net	<u>\$ 469,891,611</u>	<u>61,699,533</u>	<u>(58,192,607)</u>	<u>473,398,537</u>
Business-type activities:				
Non-depreciable assets:				
Land and land rights	\$ 18,025,499	1,286,956	-	19,312,455
Construction in progress	294,968,063	46,115,445	(101,515,914)	239,567,594
Depreciable assets:				
Buildings and improvements	426,387,149	96,492,084	-	522,879,233
Equipment	62,041,705	5,929,226	(5,194,840)	62,776,091
Total cost	<u>801,422,416</u>	<u>149,823,711</u>	<u>(106,710,754)</u>	<u>844,535,373</u>
Less accumulated depreciation:				
Buildings and improvements	259,314,773	16,171,156	-	275,485,929
Equipment	43,331,325	4,215,289	(4,258,640)	43,287,974
Total accumulated depreciation	<u>302,646,098</u>	<u>20,386,445</u>	<u>(4,258,640)</u>	<u>318,773,903</u>
Business-type capital assets, net	<u>\$ 498,776,318</u>	<u>129,437,266</u>	<u>(102,452,114)</u>	<u>525,761,470</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Legislative	\$ 94,511
Legal	6,486
Administration	59,879
Education	8,205,983
Finance	3,978
Libraries	621,016
Recreation	1,437,227
Community development & lands management	274,861
Public safety	1,010,310
Public works	4,732,665
Public transportation	98,950
Tourism and conventions	41,157
Central equipment	<u>1,648,401</u>
Total governmental depreciation	<u>\$ 18,235,424</u>

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

Business-type activities:	
Juneau International Airport	\$ 4,597,079
Bartlett Regional Hospital	7,359,594
Areawide Water Utility	2,587,385
Areawide Wastewater Utility	3,385,075
Boat Harbors	1,480,028
Dock	928,663
Waste Management	43,021
Risk Management	5,600
Total business-type depreciation	\$ <u>20,386,445</u>

**NOTE 8 – DEFERRED OUTFLOWS/INFLOWS OF RESEOURCES**

In addition to assets, the statements of net position (deficit) reports a separate financial statement element, *deferred outflows of resources*, which represents a consumption of net position that applies to a future period(s) so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position (deficit) reports a separate financial statement element, *deferred inflows of resources*, which represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. CBJ reports, *unavailable revenue*, only in governmental funds balance sheet. The governmental funds report unavailable revenues from delinquent property taxes (\$271,274), notes receivable from sale of land (\$982,741), sales tax (\$402,045), special assessments (\$112,850), Affordable housing mobile home loans receivable (\$20,663) and payment in lieu of property tax (\$2,216,925) totaling \$4,006,499. These amounts are deferred and recognized as inflow of resources in the period that the amounts become available.

**NOTE 9 – DEBT**

The majority of the debt service of CBJ is paid through the General Debt Service Fund, Central Equipment Internal Service Fund, and the Enterprise Funds of Docks & Harbors, Bartlett Regional Hospital and Areawide Water and Wastewater Utilities. For CBJ debt not accounted for in the Proprietary Fund Types, the General Debt Service Fund pays the general obligation debt and property purchase agreements debt with bond proceeds, earnings on bond proceeds, property taxes, State of Alaska school debt reimbursements and interfund transfers. Installment contract payments are paid by the benefitting fund with general tax revenues or other applicable revenue sources. The Proprietary Fund Types pay their general obligation bonds, revenue bonds, and other long-term debt obligations with user fees or special assessment revenues. Finally, compensated absences are paid by the benefitting fund with general tax revenues or other applicable revenue sources.

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

A summary of long-term debt at June 30, 2017, by fund or function follows:

	Governmental Activities			Business-type Activities	
	General Government	School Facilities & Equipment	Subtotal	Bartlett Regional Hospital	Areawide Water Utility
General obligation bonds	\$ 32,862,000	50,844,000	83,706,000	-	-
Revenue bonds	24,525,000	-	24,525,000	20,585,000	-
State of Alaska extension loans	-	-	-	-	472,410
Equipment purchase agreement	108,265	-	108,265	-	-
	<u>57,495,265</u>	<u>50,844,000</u>	<u>108,339,265</u>	<u>20,585,000</u>	<u>472,410</u>
Unamortized bond premium	4,026,374	3,022,005	7,048,379	1,812,087	-
	<u>\$ 61,521,639</u>	<u>53,866,005</u>	<u>115,387,644</u>	<u>22,397,087</u>	<u>472,410</u>

	Business-type Activities, continued			
	Areawide Wastewater Utility	Boat Harbors	Subtotal	Total
General obligation bonds	\$ -	-	-	83,706,000
Revenue bonds	-	8,270,000	28,855,000	53,380,000
State of Alaska extension loans	5,454,209	-	5,926,619	5,926,619
Equipment purchase agreement	-	-	-	108,265
	<u>5,454,209</u>	<u>8,270,000</u>	<u>34,781,619</u>	<u>143,120,884</u>
Unamortized bond premium	-	691,812	2,503,899	9,552,278
	<u>\$ 5,454,209</u>	<u>8,961,812</u>	<u>37,285,518</u>	<u>152,673,162</u>

## NOTES TO BASIC FINANCIAL STATEMENTS

For the year ended June 30, 2017

A summary of long-term debt excluding compensated absences and net pension liability at June 30, 2017 follows:

Description	Interest		Issue dates	Year of maturity	Date callable
	Rates (%)	Dates			
<b>General obligation bonds:</b>					
2003 CIP Bonds	2.15-5.45	Feb.1/Aug.1	Feb. 11, 2003	2023	Noncallable
2006A TMHS (OTC) Bonds	3.85-4.65	May 1/Nov.1	May 1, 2006	2021	Noncallable
2006B Thunder Mountain Sch Bonds	4.0-4.25	Mar.1/Sep.1	Sep. 27, 2006	2021	Sep. 1, 2017
2006 C Glacier Valley Reno Bonds	4.0-4.25	Mar.1/Sep.1	Sep. 27, 2006	2016	Noncallable
2008A THMS/HBRVW/GV Bonds	4.0-4.6	Jun.1/Dec.1	Jul. 9, 2008	2024	Noncallable
2008 B Thunder Mountain Sch Bonds	5.875	Jun.1/Dec.1	Jul. 9, 2008	2023	Noncallable
2008C Pool (OTC) Bonds	2.5-4.55	Apr.1/Oct.1	Oct. 1, 2008	2023	Noncallable
2009 III Pool & DZ Covered Play Area Bonds	2.0-4.0	Feb.1/Aug.1	Oct. 1, 2009	2019	Noncallable
2010 II Pool & Gastineau Elementary Bonds	2.0-4.757	Feb.1/Aug.1	Jun. 1, 2010	2025	Noncallable
2011 II Gastineau Elementary Bonds	2.0-4.0	Apr.1/Oct.1	May 10, 2011	2021	Noncallable
2012 I GO Refund (00B & 02) Sch Bonds	2.0-5.0	Jun.1/Dec.1	Mar. 6, 2012	2016	Noncallable
2012 II GO Sch (Refund 03A)	2.0-5.0	Mar.1/Sep.1	May 24, 2012	2019	Noncallable
2012 III Auke Bay Reno & Adair/Kennedy Turf	2.0-5.0	Jan.1/Jul.1	Oct. 18, 2012	2023	Noncallable
2012 III GO (Refund 03B)	2.0-5.0	Jan.1/Jul.1	Oct. 18, 2012	2023	Noncallable
2013 I GO CIP Projects Bonds	2.0-5.0	Feb.1/Aug.1	Mar. 12, 2013	2033	Noncallable
2013 III GO Auke Bay Sch Bonds	1.5-5.0	Feb.1/Aug.1	Nov. 14, 2013	2023	Noncallable
2014 III CIP GO Projects Bonds	1.25-5.0	Apr.1/Oct.1	Oct. 30, 2014	2033	Oct. 1, 2024
2015 II GO Refund (05A TMHS Sch Bonds)	2.0-5.0	Mar.1/Sep.1	Jun. 4, 2015	2020	Noncallable
2016 III/IV CIP GO Projects Bonds	1.25-5.0	Apr.1/Oct.1	Nov. 3, 2016	2026	Noncallable
2016 III/IV GO Refund (06B TMHS Sch Bonds)	2.0-5.0	Mar.1/Sep.1	Nov. 3, 2016	2021	Noncallable
Total general obligation bonds					
<b>Revenue bonds:</b>					
2002 W&S Rev and Refunding Bonds	4.0-4.75	Feb.1/Aug.1	Mar. 13, 2002	2017	Feb. 1, 2012
2007 Harbor Revenue Bonds	4.25-5.5	Mar.1/Sep.1	Jul. 10, 2007	2032	Sep. 1, 2017
2013 I Hospital Refunding	2.0-5.0	Feb.1/Aug.1	Mar. 12, 2013	2035	Noncallable
2014 I Seawalk CIP	2.0-5.0	Mar.1/Sep.1	Feb. 20, 2014	2039	Feb. 1, 2024
2015 II Harbor Refund (2007)	2.0-5.0	Mar.1/Sep.1	Jun. 4, 2015	2033	Mar. 1, 2026
2015 II Port Expansion Bonds	2.0-5.0	Mar.1/Sep.1	Jun. 4, 2015	2034	Mar. 1, '22/'25
Total revenue bonds					
<b>State of Alaska extension loans:</b>					
DEC ABTP Loan #445061	3.83/2.5/1.5	Dec. 1	Mar. 15, 1999	2019	-
DEC Wastewater Loan #445071	2.5/1.5	Dec. 1	Dec. 28, 2001	2022	-
DEC JDTP Loan #445091	2.5/1.5	Dec. 1	Nov. 16, 1999	2022	-
DEC MTP Loan #445101	2.5/1.5	Dec. 1	Feb. 07, 2000	2024	-
DEC Wastewater Loan #445131	2.5/1.5	Dec. 1	Nov. 22, 2002	2023	-
DEC Wastewater Loan #445141	2.5/1.5	Dec. 1	Jul. 23, 2003	2024	-
DEC Water Loan #445151	2.5/1.5	Dec. 1	Mar. 12, 2003	2023	-
DEC Wastewater Loan #445171	1.5	Sep. 1	May 27, 2008	2032	-
DEC Wastewater Loan #445181	1.5	Sep. 1	Mar. 16, 2010	2032	-
DEC Wastewater Loan #445291	1.5	Dec. 1	Oct. 10, 2009	2034	-
DEC Wastewater Loan #445241	1.5	Nov. 1	May 17, 2011	2032	-
DEC Wastewater Loan #445381	1.5	Dec. 1	Apr. 21, 2011	2036	-
Total DEC loans					
<b>Other long-term debt:</b>					
Equipment purchase agreements	2.59-4.49	Qrtly/Annually	Various	Various	-
Total long-term debt					

The annual requirements to retire all outstanding long-term debt as of June 30, 2017 are as follows:

Year ending	General Obligation Bonds			Revenue Bonds		Total
	Principal	Interest	Total	Principal	Interest	
June 30						
2018	\$ 15,709,000	3,517,314	19,226,314	2,045,000	2,425,325	4,470,325
2019	12,833,000	2,908,695	15,741,695	2,150,000	2,355,000	4,505,000
2020	11,393,000	2,400,777	13,793,777	2,230,000	2,264,750	4,494,750
2021	11,163,000	1,893,221	13,056,221	2,320,000	2,175,250	4,495,250
2022	10,306,000	1,394,350	11,700,350	2,430,000	2,067,950	4,497,950
2023-2027	15,892,000	2,931,184	18,823,184	13,935,000	8,575,675	22,510,675
2028-2032	4,480,000	1,074,800	5,554,800	17,630,000	4,909,863	22,539,863
2033-2037	1,930,000	95,285	2,025,285	9,875,000	974,888	10,849,888
2038-2042	-	-	-	765,000	46,200	811,200
	\$ 83,706,000	16,215,626	99,921,626	53,380,000	25,794,901	79,174,901

For the year ended June 30, 2017

Amount authorized	Prior Years		Balance at June 30, 2016	Current Year		Balance at June 30, 2017	Interest Paid in 2017
	Issued	Retired		Issued	Retired		
\$ 1,000,000	1,000,000	853,000	147,000	-	30,000	117,000	7,620
2,000,000	1,940,000	1,538,000	402,000	-	13,000	389,000	18,635
44,060,000	44,060,000	22,250,000	21,810,000	-	21,810,000	-	643,852
5,995,000	5,995,000	5,265,000	730,000	-	730,000	-	15,513
36,695,000	36,695,000	25,140,000	11,555,000	-	3,795,000	7,760,000	521,590
2,805,000	2,805,000	1,195,000	1,610,000	-	195,000	1,415,000	94,588
662,000	662,000	112,000	550,000	-	20,000	530,000	23,630
12,415,000	12,415,000	6,955,000	5,460,000	-	1,300,000	4,160,000	185,600
13,893,000	13,580,000	2,785,000	10,795,000	-	610,000	10,185,000	529,028
5,623,000	5,623,000	2,658,000	2,965,000	-	560,000	2,405,000	97,831
6,300,000	5,685,000	4,620,000	1,065,000	-	1,065,000	-	26,625
19,000,000	9,080,000	3,535,000	5,545,000	-	1,780,000	3,765,000	140,400
11,415,000	11,415,000	3,155,000	8,260,000	-	1,085,000	7,175,000	355,838
7,415,000	7,415,000	1,200,000	6,215,000	-	640,000	5,575,000	276,950
2,600,000	2,600,000	275,000	2,325,000	-	95,000	2,230,000	107,410
7,345,000	7,345,000	1,240,000	6,105,000	-	670,000	5,435,000	232,475
22,400,000	11,210,000	390,000	10,820,000	-	395,000	10,425,000	515,469
3,135,000	3,135,000	615,000	2,520,000	-	590,000	1,930,000	108,050
3,050,000	-	-	-	2,635,000	-	2,635,000	66,849
18,900,000	-	-	-	17,575,000	-	17,575,000	368,796
<u>226,708,000</u>	<u>182,660,000</u>	<u>83,781,000</u>	<u>98,879,000</u>	<u>20,210,000</u>	<u>35,383,000</u>	<u>83,706,000</u>	<u>4,336,749</u>
2,685,000	2,685,000	2,540,000	145,000	-	145,000	-	6,888
10,620,000	10,620,000	9,945,000	675,000	-	330,000	345,000	26,325
23,660,000	23,660,000	2,310,000	21,350,000	-	765,000	20,585,000	892,213
6,055,000	6,055,000	280,000	5,775,000	-	150,000	5,625,000	253,838
7,925,000	7,925,000	-	7,925,000	-	-	7,925,000	362,100
22,945,000	20,595,000	965,000	19,630,000	-	730,000	18,900,000	959,400
<u>73,890,000</u>	<u>71,540,000</u>	<u>16,040,000</u>	<u>55,500,000</u>	<u>-</u>	<u>2,120,000</u>	<u>53,380,000</u>	<u>2,500,764</u>
656,000	656,000	524,844	131,156	-	32,788	98,368	1,967
400,000	400,000	260,000	140,000	-	20,000	120,000	2,100
1,680,000	1,680,000	1,092,000	588,000	-	84,000	504,000	8,820
1,527,500	1,527,500	840,125	687,375	-	76,375	611,000	10,311
2,203,000	2,065,684	1,239,409	826,275	-	103,284	722,991	12,394
1,300,000	1,294,482	711,964	582,518	-	64,724	517,794	8,738
1,510,000	1,399,997	860,099	539,898	-	67,487	472,411	8,098
1,200,000	900,512	135,011	765,501	-	45,029	720,472	11,483
825,000	825,000	123,750	701,250	-	41,244	660,006	10,519
2,000,000	1,128,276	56,414	1,071,862	-	56,414	1,015,448	7,716
825,000	605,162	90,775	514,387	-	30,258	484,129	16,078
70,045	-	-	-	70,045	70,045	-	2,734
<u>14,196,545</u>	<u>12,482,613</u>	<u>5,934,391</u>	<u>6,548,222</u>	<u>70,045</u>	<u>691,648</u>	<u>5,926,619</u>	<u>100,958</u>
8,148,149	13,752,031	13,591,702	160,329	-	52,064	108,265	4,209
<u>\$ 322,942,694</u>	<u>280,434,644</u>	<u>119,347,093</u>	<u>161,087,551</u>	<u>20,280,045</u>	<u>38,246,712</u>	<u>143,120,884</u>	<u>6,942,680</u>

State of Alaska Extension Loans			Other Long-term Debt			Totals		
Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
621,611	88,900	710,511	53,431	2,842	56,273	18,429,042	6,034,381	24,463,423
621,611	79,574	701,185	54,834	1,439	56,273	15,659,445	5,344,708	21,004,153
621,611	70,251	691,862	-	-	-	14,244,611	4,735,778	18,980,389
588,822	60,927	649,749	-	-	-	14,071,822	4,129,398	18,201,220
588,822	52,095	640,917	-	-	-	13,324,822	3,514,395	16,839,217
1,733,597	147,148	1,880,745	-	-	-	31,560,597	11,654,007	43,214,604
864,756	60,358	925,114	-	-	-	22,974,756	6,045,021	29,019,777
285,781	6,825	292,606	-	-	-	12,090,781	1,076,998	13,167,779
-	-	-	-	-	-	765,000	46,200	811,200
<u>5,926,611</u>	<u>566,078</u>	<u>6,492,689</u>	<u>108,265</u>	<u>4,281</u>	<u>112,546</u>	<u>143,120,876</u>	<u>42,580,886</u>	<u>185,701,762</u>

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

Other long-term debt includes equipment, property and miscellaneous purchase agreements (including capital lease), and compensated absences. Future obligations include principal and interest due over the life of the commitments. Compensated absences are retired by the General Fund (97%) and the Special Revenue Funds – Lands (1%), Eaglecrest (1%), and Pools (1%).

## Change in long-term debt:

	Balance at July 1, 2016	Current Year		Balance at June 30, 2017	Current Portion	Long-term Balance at June 30, 2017
		Issued	Retired			
<b>Governmental activities:</b>						
General obligation bonds	98,879,000	20,210,000	35,383,000	83,706,000	15,709,000	67,997,000
Revenue bonds	25,405,000	-	880,000	24,525,000	910,000	23,615,000
Equipment purchase agreements	160,329	-	52,064	108,265	53,431	54,834
Unamortized bond premium	6,858,527	1,648,034	1,458,182	7,048,379	1,497,698	5,550,681
	131,302,856	21,858,034	37,773,246	115,387,644	18,170,129	97,217,515
Compensated absences	4,168,109	3,757,639	3,540,356	4,385,392	1,929,573	2,455,819
Total governmental activities	135,470,965	25,615,673	41,313,602	119,773,036	20,099,702	99,673,334
<b>Business-type activities:</b>						
Revenue bonds	30,095,000	-	1,240,000	28,855,000	1,135,000	27,720,000
State of Alaska extension loans	6,548,222	70,045	691,648	5,926,619	620,403	5,306,216
Unamortized bond premium	2,810,499	-	306,600	2,503,899	302,546	2,201,353
	39,453,721	70,045	2,238,248	37,285,518	2,057,949	35,227,569
Compensated absences	3,924,650	6,305,057	6,024,493	4,205,214	2,382,798	1,822,416
Total business-type activities	43,378,371	6,375,102	8,262,741	41,490,732	4,440,747	37,049,985
<b>Total long-term debt</b>	<b>178,849,336</b>	<b>31,990,775</b>	<b>49,576,343</b>	<b>161,263,768</b>	<b>24,540,449</b>	<b>136,723,319</b>

**Bonds**

Fund balance in the General Debt Service Fund available to service the general obligation bonds and property purchase agreements as of June 30, 2017 is \$5,853,300. The large fund balance in the debt service fund includes sinking funds originating from sales tax contributions to help fund 30% of \$12.5 million JDHS Renovation bond debt service, 30% of the \$7.17 million various School Capital Projects bond debt service and 27% of the \$12.1 TMHS Auditorium and Furniture bond debt service.

**General Obligation Bonds**

On November 3, 2016, CBJ issued \$17.575 million in general obligation and refunding bonds with interest rates ranging between 2.00% and 4.00%. CBJ issued the bonds to advance refund \$18.560 million of the outstanding 2006B general obligation bonds with interest rates ranging between 4.00% and 4.25%. CBJ used the net proceeds along with other resources to purchase U.S. Government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the series bonds listed above. The outstanding bonds under the 2006B general obligation bonds were called and retired using the trust funds on December 5, 2016. This refunding resulted in a net cash flow savings of \$1.218 million.

Also on November 3, 2016, CBJ issued \$2.635 million in general obligation bonds with interest rates ranging between 2.00% and 5.00%; these bonds mature in December 2026. On October 2, 2012, the voters of CBJ approved the authorization to issue general obligation bonds in the aggregate principal amount not to exceed \$25.0 million to be used to pay for the cost of renovations, construction upgrades and capital improvements to the facilities of CBJ; including the airport terminal, Aurora Harbor, the Capital Transit maintenance shop, Eaglecrest Learning Center, Centennial Hall, and Parks & Recreation facilities. CBJ issued \$2.60 million on March

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

12, 2013 with a maturity date of February 2033, and \$11.21 million was issued on October 30, 2014 with a maturity date of October 2033.

The State of Alaska has a program in place that annually reimburses local governments for qualifying general obligation bond debt service (principal and interest) on bonds issued to fund school capital improvements. The State School Construction Bond Debt Reimbursement Program was created by Statute in 1970 (AS 14.11.100) and provides for a program under which the State reimburses municipalities. The State reimbursement is subject to annual appropriation by the Legislature. The reimbursement applies to general obligation debt issued for qualified school capital projects approved by the State Commissioner of Education and Early Development. Levels of outstanding general obligation debt of CBJ as of June 30, 2017, includes \$62,724,000 in school bond principal that qualifies for the State reimbursement. If the State fully funds the reimbursement program over the term of these bonds, CBJ would be reimbursed a total of \$38,677,730 in bond principal plus the interest paid.

**Revenue Bonds**

No new revenue bonds were issued between July 1, 2016 and June 30, 2017.

**Description of Leasing Arrangements****Capital Leases**

CBJ has entered into two lease agreements. One lease is for firefighting gear and one for a police car video system; both have five-year terms and will terminate in fiscal year 2019.

The following is an analysis of equipment leased under capital leases as of June 30, 2017:

	Internal Service Funds	Governmental Funds
Machinery & equipment	\$ 283,661	4,665,576
Less accumulated depreciation	212,746	-
Carrying value	<u>\$ 70,915</u>	<u>4,665,576</u>

Amortization of leased equipment under capital assets is included with depreciation expense.

The following is a schedule by years of the future minimum lease payments under these capital leases together with the present value of the net minimum lease payments as of June 30, 2017:

	Governmental Funds
Fiscal year ending June 30:	
2018	\$ 56,273
2019	56,275
Total minimum lease payments	112,548
Less amount representing interest	4,284
Present value of future minimum lease payments	<u>\$ 108,264</u>

**Operating Leases**

CBJ leases land, buildings and copier equipment under leases classified as operating leases. All land lease terms range from ten to fifty-five years; building leases range from two to five years; and copier leases range from two to three years. In most cases of the land and buildings leases, leases will likely be renewed. In most cases of copier equipment leases, other leases will likely replace them.

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

Rental expense for city-wide operating leases was \$705,940 for the year ended June 30, 2017.

The following is a schedule by years of future minimum rental payments required under operating leases as of June 30, 2017:

Fiscal year ending June 30:	<u>Amount</u>
2018	\$ 715,274
2019	685,941
2020	<u>292,686</u>
Total minimum payments required	<u>\$ 1,693,901</u>

**Compensated Absences**

Employees earn accrued leave based on their length of service; the accrued leave vests as it is earned and is payable to the employee upon termination. The current portion of compensated absences is the portion that is estimated to be utilized in the following fiscal year based upon prior usage patterns.

**NOTE 10 – ACCRUED LIABILITIES**

Accrued liabilities at June 30, 2017 are as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
Accrued salaries, payroll taxes and withholdings	\$ 2,123,486	1,886,369	4,009,855
Permit and other deposits	1,360,413	-	1,360,413
Reserve for claims liabilities	<u>-</u>	<u>5,838,000</u>	<u>5,838,000</u>
Totals	<u>\$ 3,483,899</u>	<u>7,724,369</u>	<u>11,208,268</u>

**NOTE 11 – PENSION PLANS****State of Alaska Public Employees' Retirement System****Plan Description**

The General Government, Bartlett Regional Hospital, and School District component unit contribute to the State of Alaska Public Employee's Retirement System (PERS). PERS was originally designed as an agent multiple-employer defined benefit plan. However, as a result of Senate Bill 125, effective July 1, 2008, PERS was converted to a cost-sharing multiple-employer plan. The cost-sharing plan arrangement does not require the State of Alaska Division of Retirement and Benefits to track individual employer assets and liabilities. Under the new plan, all costs and past service liabilities will be shared among all participating employers.

PERS is administered by the State of Alaska and each fiscal year a financial report including financial statements and required supplementary information is issued. A copy of that report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska 99811-0203 or online at <http://doa.alaska.gov/drbr/resources/cafrPortal.html#.WgNndTrzc5>.



## Defined Benefit Pension Plan

### Plan Benefits

Pension Benefits – Members with five years of service are eligible for normal lifetime benefits at age 55 or early retirement benefits at age 50 if they were hired before July 1, 1986 (Tier I), and 60 or early retirement age 55 if they were hired on or after July 1, 1986 (Tiers 2 & 3). The benefit is calculated by multiplying the average monthly compensation times credited PERS service times the percentage multiplier. The percentage multipliers for peace officer/firefighter members are 2% for the first ten years of service and 2.5% for all service over ten years. The percentage multipliers of all others are 2% for the first ten years, 2.25% for the next ten years, and 2.5% for all remaining service earned on or after July 1, 1986. All service before that date is calculated at 2%. This plan is closed to new members first hired on or after July 1, 2006.

Death Benefits – Monthly death benefits may be paid to a spouse or dependent children upon the death of a non-retired member calculated based on whether it is an occupational or non-occupational death. For a retired member, the beneficiary will receive a lump-sum refund of the member's account balance or, if the member selected a survivor option, lifetime monthly benefits for the eligible spouse.

Disability Benefits – Monthly benefits are paid to permanently disabled members until they die, recover, or become eligible for normal retirement. Members are appointed to normal retirement on the first of the month after they become eligible. Benefits are determined as follows:

Occupational Disability – Members are not required to satisfy age or service requirements. Monthly benefits are equal to 40% of their gross monthly compensation on the date of their disability.

Non-occupational Disability – Members must have at least five years of service. Monthly benefits are calculated based on the member's average monthly compensation and PERS services on the date of termination from employment due to disability.

Benefit Changes After Retirement – Postretirement pension adjustments (PRPA) are granted annually to eligible benefit recipients when the consumer price index (CPI) for urban wage earners and clerical workers for Anchorage increases during the preceding calendar year. Ad hoc PRPAs, up to a maximum of 4%, may be granted to eligible recipients who first entered PERS before July 1, 1986 (Tier 1) if the CPI increases and the funding ratio is at least 105%.

Alaska Cost of Living Allowance – Eligible recipients who reside in Alaska receive an Alaska cost of living allowance equal to 10% of their base benefits or \$50, whichever is more.

### Contributions

Alaska Statue 39.35.255 established a statutory employer contribution rate of 22% of covered payroll. Alaska Statue 39.35.280 requires the State to contribute an amount that will make up the difference between the 22% and the actuarially determined fiscal year 2017 contribution rate of 26.14%. Of the 22%, 14.96% funded pension benefits and 7.04% funded other post-employment benefits.

Employee contribution rates are 7.5% for peace officers and fire fighters and 6.75% for other employees, as required by State Statute. Additionally, certain non-certified employees of the School District may elect to contribute 9.6% of their annual covered payroll.

Terminated members may receive a refund of their member contributions account which includes their mandatory and voluntary contributions, indebtedness payments, and interest earned. Terminated members'

**NOTES TO BASIC FINANCIAL STATEMENTS***For the year ended June 30, 2017*

accounts may be attached to satisfy claims under Alaska Statute 09.38.065, federal income tax levies, and valid Qualified Domestic Relations Orders.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2017, CBJ reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to CBJ. The amounts recognized by CBJ as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with CBJ were as follows:

	<u>CBJ</u>	<u>School District</u>	<u>Bartlett Regional Hospital</u>
Entity's proportionate share of the net pension liability	\$ 79,842,525	\$ 27,417,957	\$ 69,123,712
State's proportionate share of the net pension liability associated with the entity	<u>10,060,526</u>	<u>3,453,932</u>	<u>8,708,368</u>
Totals	\$ <u>89,903,051</u>	\$ <u>30,871,889</u>	\$ <u>77,832,080</u>

This presentation is based on current law (AS 39.35.280) which may be amended at the discretion of the Alaska State Legislature. A change in the law could result in CBJ having to record some, or all, of the State's proportionate share of the liability.

The net pension liability was measured as of June 30, 2016, and the total pension liability used for the calculation was determined by an actuarial valuation as of that date. Each entity's proportion of the net pension liability was based on a projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the proportions and charges were as follows:

	<u>CBJ</u>	<u>School District</u>	<u>Bartlett Regional Hospital</u>
June 30, 2016 proportion	1.4284%	0.4905%	1.2367%
Increase (decrease) from June 30, 2015	0.1940	(0.0191)	0.3546

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017, the CBJ, School District, and Bartlett Regional Hospital recognized revenue for support provided by the State in the amount of \$1,707,389, \$601,221, and \$1,523,002, respectively. At June 30, 2017, the following deferred outflows of resources and deferred inflows of resources related to pensions were reported:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion and differences between contributions and proportionate share of contributions		
CBJ	\$ 4,685,228	\$ -
School District	345,400	641,898
Bartlett Regional Hospital	8,257,496	-
Changes in assumptions		
CBJ	368,252	-
School District	126,458	-
Bartlett Regional Hospital	318,814	-
Difference between expected and actual experience		
CBJ	7,341	889,981
School District	2,520	305,620
Bartlett Regional Hospital	6,356	770,501
Net difference between projected and actual earnings on pension plan investments		
CBJ	7,848,136	-
School District	2,695,053	-
Bartlett Regional Hospital	6,794,528	-
Contributions subsequent to measurement date		
CBJ	5,173,427	-
School District	1,465,055	-
Bartlett Regional Hospital	4,531,854	-
Totals	\$ 42,625,918	\$ 2,608,000

The deferred outflows of resources related to pensions of \$5,173,427, \$1,465,055, and \$4,531,854 resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	<u>CBJ</u>	<u>School District</u>	<u>Bartlett Regional Hospital</u>
2018	\$ 5,144,534	\$ 53,935	\$ 8,249,416
2019	1,594,366	354,798	1,786,048
2020	3,208,341	1,101,746	2,777,623
2021	2,071,735	711,435	1,793,606

**NOTES TO BASIC FINANCIAL STATEMENTS***For the year ended June 30, 2017***Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of June 30, 2015, which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.12%
Salary increases	Graded by service, from 9.66% to 4.92% for peace officer/firefighters Graded by age and service, from 8.55% to 4.34% for all others
Investment rate of return	8.0%, net of pension plan investment expenses

Pre-termination mortality rates were based upon the 2010-2013 actual mortality experience, 60% of male and 65% of female post-termination rates. Deaths were assumed to be occupational 70% of the time for peace officer/firefighters and 50% of the time for others. Post-termination mortality rates were based on 95% of all rates of the RP-2000 table, 2000 Base Year projected to 2018 with Projection Scale BB.

The actuarial assumptions used in the June 30, 2015 actuarial valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2013, resulting in changes in actuarial assumptions adopted by the Alaska Retirement Management Board to better reflect expected future experience.

**Long-term Expected Rate of Return**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by an asset allocation percentage, which is based on the nature and mix of current and expected plan investments, and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's current and expected asset allocation is summarized in the following table (note that the rates shown below exclude the inflation component):

<u>Asset Class</u>	<u>Long-term Expected Real Rate of Return</u>
Domestic equity	5.35%
Global equity (non-US)	5.55
Private equity	6.25
Fixed income composite	0.80
Real estate	3.65
Alternative equity	4.70

**Discount Rate**

The discount rate used to measure the total pension liability was 8%. The projection of cash flows used to determine the discount rate assumed that employer and nonemployer contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

The following presents the proportionate share of net pension liability as of June 30, 2016, for CBJ, School District, and Bartlett Regional Hospital, calculated using the discount rate of 8%, as well as what their proportionate shares

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

<u>Proportionate Share of Net Pension Liability for:</u>	<u>1% Decrease (7%)</u>	<u>Current Discount Rate (8%)</u>	<u>1% Increase (9%)</u>
CBJ	\$ 102,833,126	\$ 79,842,525	\$ 60,451,009
School District	35,312,940	27,417,957	20,758,902
Bartlett Regional Hospital	89,027,838	69,123,712	52,335,496

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

**Defined Benefit Other Postemployment Benefit Funding Status**

The annual other post-employment benefit contributions for the years ended June 30, 2017, 2016 and 2015 are listed below:

	<u>Year Ended June 30</u>	<u>Annual Contribution</u>	<u>Percentage of Required Contribution Contributed</u>
CBJ			
Post-employment health care	2017	1,415,498	100%
	2016	1,813,757	100%
	2015	1,988,209	100%
School District			
Post-employment health care	2017	689,438	100%
	2016	825,840	100%
	2015	836,147	100%
Bartlett Regional Hospital			
Post-employment health care	2017	907,732	100%
	2016	1,144,792	100%
	2015	1,284,913	100%

**Defined Contribution Pension Plan**

Effective July 1, 2006, all new CBJ employees who are first time members of PERS, were enrolled in PERS Tier IV. This is a defined contribution plan and benefits depend solely on the amount contributed to the plan and investment earnings.

Annual contributions to PERS by CBJ, School District, and Bartlett Regional Hospital for the year ended June 30, 2017 were 22% of annual covered payroll. This rate consisted of 5% pension, 0.49% occupational death and disability, 1.18% retiree medical, and 3% Health Reimbursement Arrangement with the rest of the rate funding PERS defined benefit unfunded liability. Qualified employees are required to contribute 8% of covered employee wages.

Bartlett Regional Hospital made PERS pension and other post-employment benefits contributions of \$1,055,754 and \$986,083, respectively for the year ended June 30, 2017. Bartlett Regional Hospital employees contributed \$1,688,261 toward PERS pension for the same period.

**NOTES TO BASIC FINANCIAL STATEMENTS***For the year ended June 30, 2017*

Effective January 1, 2012, Bartlett Regional Hospital adopted a defined contribution retirement plan, i.e., the Bartlett Regional Hospital 401(a) Plan, for the benefit of its key personnel who are excluded from participation in PERS. Contributions to this plan are wholly employer funded and are made each year at the discretion of Bartlett Regional Hospital. Maximum contribution limits are annually determined and defined by the Internal Revenue Service. As a defined contribution plan, the Bartlett Regional Hospital 401(a) Plan provides participant benefits which are dependent solely on the amount contributed by the employer to the plan and investment earnings. Bartlett Regional Hospital made contributions of \$183,930 on behalf of the 4 employees currently eligible for the plan for the year ended June 30, 2017. Bartlett Regional Hospital employees did not contribute to this plan during the year.

CBJ made PERS pension and other post-employment benefits contributions of \$878,331 and \$820,368, respectively, for the year ended June 30, 2017. CBJ employees contributed \$1,405,155 toward PERS pension for the same period.

The School District recognized PERS pension expense of \$907,417 for the year ended June 30, 2017. School District employees contributed \$543,330 toward PERS pension for the same period.

**State of Alaska Teachers' Retirement System****Plan Description**

The School District component unit also contributes to the Teachers' Retirement System (TRS) which is a cost-sharing multiple-employer defined benefit plan covering teachers and other eligible participants.

Each fiscal year, TRS issues a publically available financial report which includes financial statements and required supplementary information. A copy of that report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P.O. Box 110203, Juneau, Alaska 99811-0203 or online at <http://doa.alaska.gov/drb/resources/cafrPortal.html#.WgNndTtrzcs>.

**Defined Benefit Pension Plan****Plan Benefits**

Pension Benefits – Members with five years of service are eligible for normal lifetime benefits at age 55 or early retirement benefits at age 50 if they were hired before July 1, 1990 (Tier I), and at age 60 or early retirement age 55 if they were hired on or after July 1, 1990 (Tier 2). The benefit is based on years of service and average base salary. The average base salary is based upon the members' three highest contract years' salaries. The benefit related to all years of credited service prior to July 1, 1990 and for years of service through a total of 20 years is equal to 2% of the employee's average base salary. The benefit for each year over 20 years of service subsequent to June 30, 1990 is equal to 2.5% of the employee's base salary. This plan is closed to new members first hired on or after July 1, 2006.

Death Benefits – Monthly death benefits may be paid to a spouse or dependent children upon the death of a non-retired member calculated based on whether it is an occupational or non-occupational death. For a retired member, the beneficiary will receive a lump-sum refund of the member's account balance or, if the member selected a survivor option, lifetime monthly benefits for the eligible spouse.

Disability Benefits – Monthly benefits are paid to permanently disabled members until they die, recover, or become eligible for normal retirement. To be eligible, members must have at least five years of service. Disability benefits are equal to 50% of the member's base salary at the time of disability. The benefit is increased by 10% of the base salary for each minor child, up to a maximum of 40%.

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

Benefit Changes After Retirement – Postretirement pension adjustments (PRPA) are granted annually to eligible benefit recipients when the Anchorage consumer price index (CPI) for urban wage earners and clerical workers increases during the preceding calendar year. Ad hoc PRPAs, up to a maximum of 4%, may be granted to eligible recipients who first entered PERS before July 1, 1990 (Tier 1) if the CPI increases and the funding ratio is at least 105%.

Alaska Cost of Living Allowance – Eligible recipients who reside in Alaska receive an Alaska cost of living allowance equal to 10% of their base benefits.

**Contributions**

Alaska Statute 14.25.070 established a statutory employer contribution rate of 12.56% of covered payroll. Alaska Statute 14.25.085 requires the State to contribute an amount that will make up the difference between the 12.56% and the actuarially determined fiscal year 2017 contribution rate of 28.02%. Of the 12.56%, 7.58% funded pension benefits and 4.98% funded other post-employment benefits.

Employees contribute 8.65% of their base salary as required by State Statute. Eligible TRS plan members contribute an additional 1% of their salary under the supplemental contribution provision.

Terminated members may receive a refund of their member contributions account which includes their mandatory and voluntary contributions, indebtedness payments, and interest earned. Terminated members' accounts may be attached to satisfy claims under Alaska Statute 09.38.065, federal income tax levies, and valid Qualified Domestic Relations Orders.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2017, the School District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the School District. The amount recognized by the School District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the School District were as follows:

School District's proportionate share of the TRS net pension liability	\$ 37,927,415
State's proportionate share of the TRS net pension liability associated with the School District	<u>45,077,415</u>
Total	<u>\$ 83,004,830</u>

This presentation is based on current law (AS 14.25.085) which may be amended at the discretion of the Alaska State Legislature. A change in the law could result in the School District having to record some, or all, of the State's proportionate share of the liability.

The net pension liability was measured as of June 30, 2016, and the total pension liability used for the calculation was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on a projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2016, the School District's proportion was 1.66105% which was an increase of 0.23538 from its proportion measured as of June 30, 2015.

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

For the year ended June 30, 2016, the School District recognized pension expense of \$12,815,012 and revenue of \$4,226,509 for support provided by the State. At June 30, 2016, the School District reported the following deferred outflows of resources and deferred inflows of resources related to pensions:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 488,977
Changes in assumptions	124,068	-
Difference between projected and actual investment earnings	5,795,459	-
Changes in proportion and differences between employer contributions	2,102,193	-
Contributions subsequent to measurement date	<u>1,428,122</u>	<u>-</u>
Totals	<u>\$ 9,499,842</u>	<u>\$ 488,977</u>

The deferred outflows of resources related to pensions of \$1,428,122 resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30</u>	
2018	\$ 2,686,011
2019	1,197,352
2020	2,184,870
2021	1,464,509

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of June 30, 2015, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2016:

Inflation	3.12%
Salary increases	Graded by service, from 8.11% to 3.87%
Investment rate of return	8.0%, net of pension plan investment expenses

Pre-termination mortality rates were based upon the 2010-2013 actual mortality experience, 68% of male and 65% of female post-termination rates. Deaths were assumed to be non-occupational 85% of the. Post-termination mortality rates were based on 94% of male rates and 97% of female rates of the RP-2000 Mortality Table, 2000 Base Year projected to 2018 with Projection Scale BB, with a 3-year setback for males and 4-year setback for females.

The actuarial assumptions used in the June 30, 2015 actuarial valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2013, resulting in changes in actuarial assumptions adopted by the Alaska Retirement Management Board to better reflect expected future experience.

**Long-term Expected Rate of Return**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension



For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS**

plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2016 are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return
Domestic equity	5.35%
Global equity (non-US)	5.55
Private equity	6.25
Fixed income composite	0.80
Real estate	3.65
Alternative equity	4.70

**Discount Rate**

The discount rate used to measure the total pension liability was 8%. The projection of cash flows used to determine the discount rate assumed that employer and nonemployer State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

The following presents the School District's proportionate share of net pension liability calculated using the discount rate of 8%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (7%)	Current Discount Rate (8%)	1% Increase (9%)
School District's proportionate share of the net pension liability	\$ 51,680,800	\$ 37,927,415	\$ 26,396,394

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

**Defined Benefit Other Postemployment Benefit Funding Status**

The School District's annual other post-employment benefit contributions for the years ended June 30, 2017, 2016 and 2015 are listed below:

Year Ended June 30	Annual Contribution	Percentage of Required Contribution Contributed
2017	938,265	100%
2016	1,059,915	100%
2015	1,034,962	100%

**NOTES TO BASIC FINANCIAL STATEMENTS**

For the year ended June 30, 2017

**Defined Contribution Pension Plan**

Effective July 1, 2006, all new School District employees who are first time members of TRS, were enrolled in TRS Tier III. This is a defined contribution plan and benefits depend solely on the amount contributed to the plan and investment earnings. Employees are eligible to participate from the date of employment.

Annual contributions to TRS by the School District for the year ended June 30, 2017 were 12.56% of annual covered payroll. This rate consisted of 7% pension, 1.05% retiree medical, and 3% Health Reimbursement Arrangement with the rest of the rate funding TRS defined benefit unfunded liability. Qualified employees are required to contribute 8% of covered employee wages.

The School District recognized TRS pension expense of \$832,453 for the year ended June 30, 2017. School District employees contributed \$832,367 toward TRS pension for the same period.

**NOTE 12 – NET INVESTMENT IN CAPITAL ASSETS**

The following is a breakdown of the CBJ's net investment in capital assets of June 30, 2017:

	<b>Governmental</b>	<b>Business-type</b>	<b>Total</b>
	<b>Activities</b>	<b>Activities</b>	
Land	\$ 35,070,320	19,312,455	54,382,775
Infrastructure in progress	45,069,965	-	45,069,965
Construction in progress	79,158,637	239,567,594	318,726,231
Plant and equipment	476,654,463	585,655,325	1,062,309,788
Infrastructure	232,575,511	-	232,575,511
	<u>868,528,896</u>	<u>844,535,374</u>	<u>1,713,064,270</u>
Less: Accumulated depreciation	<u>(395,130,359)</u>	<u>(318,773,904)</u>	<u>(713,904,263)</u>
Net capital assets	473,398,537	525,761,470	999,160,007
Unexpended bond proceeds	<u>1,111,651</u>	<u>2,500</u>	<u>1,114,151</u>
Total invested in capital assets	<u>474,510,188</u>	<u>525,763,970</u>	<u>1,000,274,158</u>
Less:			
Bonds, loans, and contracts due in less than one year	(18,170,129)	(2,057,949)	(20,228,078)
Bonds, loans, and contracts due in more than one year	<u>(97,217,515)</u>	<u>(35,227,569)</u>	<u>(132,445,084)</u>
Total related debt	<u>(115,387,644)</u>	<u>(37,285,518)</u>	<u>(152,673,162)</u>
Net investment in capital assets	<u>\$ 359,122,544</u>	<u>488,478,452</u>	<u>847,600,996</u>

**NOTE 13 – COMMITMENTS****Encumbrance Commitments**

As of June 30, 2017, the CBJ has encumbered amounts that they intend to honor in the subsequent fiscal year for the following governmental funds:

Major Governmental Funds - General Fund	\$ 768,100
Total Non-major Governmental Funds	<u>6,628,373</u>
Total Governmental Funds	<u>\$ 7,396,473</u>

For the year ended June 30, 2017

**NOTES TO BASIC FINANCIAL STATEMENTS****Construction Commitments**

The majority of the capital project construction commitments also are encumbered and included in the above amounts. A summary of capital projects commitments by fund and project type at June 30, 2017, follows:

<u>Project type</u>	<u>Authorization</u>	<u>Expended to date</u>	<u>Encumbered</u>	<u>Committed</u>	<u>Required future financing</u>
Capital Projects Funds:					
Schools	\$ 15,123,337	13,825,457	336,311	961,569	-
Roads and Sidewalks	58,550,774	45,069,965	4,238,218	9,242,591	-
Fire and Safety	454,448	398,109	-	56,339	-
Community Development	38,506,284	26,862,217	1,285,120	10,358,947	-
Parks and Recreation	46,556,216	38,072,854	768,724	7,714,638	-
Total Capital Projects Funds	<u>159,191,059</u>	<u>124,228,602</u>	<u>6,628,373</u>	<u>28,334,084</u>	-
Enterprise Funds:					
Juneau International Airport	90,791,486	62,307,610	13,028,777	15,455,099	-
Bartlett Regional Hospital	9,550,000	11,850	44,240	9,493,910	-
Areawide Water Utility	19,708,074	12,958,316	152,663	6,597,095	-
Areawide Wastewater Utility	28,445,800	4,429,308	7,774,949	16,241,543	-
Boat Harbors	62,802,013	56,019,941	4,042,348	2,739,724	-
Dock	115,152,220	102,163,602	3,111,572	9,877,046	-
Waste Management	850,000	850,000	-	-	-
Total Capital Projects Funds	<u>327,299,593</u>	<u>238,740,627</u>	<u>28,154,549</u>	<u>60,404,417</u>	-
Totals \$	<u>486,490,652</u>	<u>362,969,229</u>	<u>34,782,922</u>	<u>88,738,501</u>	-

**NOTE 14 – SALES TAX**

CBJ levies a combination of permanent and temporary sales tax totaling 5%. The sales tax levy is applied to the retail selling of goods, rents, and services occurring within CBJ unless specifically exempted. The sales tax levy rates require voter approval. Specific sales tax exemptions are determined by the City and Borough Assembly (Assembly). While State law precludes local governments from dedicating future tax revenues, it has been CBJ's policy that the specific uses of sales tax levies be identified when they are presented to the voters for approval.

The identified uses for the sales tax levies are as follows:

- 1% permanent to be used for general governmental operations;
- 3% temporary, in effect for the period July 1, 2012 through June 30, 2017, to be used for a combination of general governmental operations, capital improvement projects, youth activities, and budget reserves;
- 1% temporary, in effect for the period October 1, 2013 through September 30, 2018, to be used for specific capital improvement projects.

During FY17, the 1% permanent sales tax was considered a funding source by the Assembly as partial funding for the Juneau Housing First Collaborative Project to address the homelessness in Juneau.

As for the 1% temporary sales tax, it is the intent of the Assembly to spend it on major maintenance, improvements, and upgrades to existing CBJ recreational facilities, parks and trails, harbor facilities, and Capital Transit facilities. The intent is to partially fund design, permitting, and construction of an airport snow removal

**NOTES TO BASIC FINANCIAL STATEMENTS***For the year ended June 30, 2017*

equipment facility, the Juneau Arts and Culture Center facility expansion, and a water filtration system at Salmon Creek. The voters further approved partial funding for the Sealaska Heritage Institute's construction of a cultural education facility in downtown Juneau, increase the CBJ Budget Reserve as recommended by the Fiscal Policy Task Force, and pay the first five years of \$25.0 million general obligation bond approved by the voters on October 2, 2012 in proposition No. 1.

In addition to sales tax, this special revenue fund records liquor and marijuana tax. On January 1, 1985, CBJ voters imposed a 3% tax on the retail sales of alcoholic beverages within CBJ boundaries. The liquor sales tax is an additional tax on top of the general sales tax, created to generate revenue to provide support to local social service programs. On October 4, 2016, CBJ voters imposed a 3% tax on the retail sales of marijuana and marijuana products within CBJ boundaries. The marijuana sales tax is an additional tax on top of the general sales tax, created to generate revenue to provide overall city services such as education, city operations, and capital construction projects and also to provide funding for youth activities and social service grants.

**NOTE 15 – EXCISE TAX**

Effective April 1, 2015, the Assembly approved increasing tobacco excise tax rates on cigarettes from \$1 to \$3 per pack. The excise tax on other tobacco products remains at 45% of the wholesale price. Excise taxes are collected from the wholesaler/retailer importing the tobacco products into CBJ. Other tobacco products include but are not limited to e-cigarettes, cigars, cheroot, stogie, perique, snuff and snuff flour, smoking tobacco, and chewable tobacco not prescribed by a licensed physician. It is the intent of the Assembly to continue to spend the proceeds of this tax on health and social services needs related to substance abuse and tobacco use prevention and cessation.

**NOTE 16 – LITIGATION**

CBJ and the School District, in the normal course of their activities, is involved in various claims and pending litigation. While the outcome of certain of these matters is not presently determinable, in the opinion of management, CBJ and the School District have adequate insurance coverage and reserves to prevent these matters from having a material adverse effect on the basic financial statements.

**NOTE 17 – CONTINGENT LIABILITIES**

CBJ and the School District participate in a variety of State and Federal assistance grant programs. These programs are subject to program compliance reviews by the grantors or their representatives. The audits of these programs for and including the year ended June 30, 2017, have not yet been finalized. Accordingly, compliance with applicable grant requirements by CBJ and the School District will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although CBJ and the School District expect any such unrecorded amounts, if any, to be immaterial.

**NOTE 18 – CONDUIT DEBT**

On August 12, 1999, CBJ participated in a nonrecourse revenue bond issue. The \$18 million proceeds from the issuance of these bonds were used to provide funds to Wildflower Court, Inc., an Alaska nonprofit corporation, to construct and equip a new assisted living and long-term care facility. The bonds are special, limited obligations of CBJ, and do not constitute a debt, liability, or general obligation of CBJ, or a pledge of the faith and credit or the taxing power of CBJ. The bonds are payable solely from the revenues and proceeds provided by Wildflower Court, Inc.

*For the year ended June 30, 2017***NOTES TO BASIC FINANCIAL STATEMENTS**

In March 2012, the aforementioned revenue bond issue was refunded and reissued due to lower interest rates. The principal amount outstanding as of June 30, 2017 for this bond issue is \$6.8 million. The bonds are term bonds with \$1,220,000 maturing December 1, 2017 and the remaining \$5,580,000 maturing December 1, 2025, subject to mandatory redemption prior to maturity as set forth in the Official Statement. A sinking fund is held by a Trustee to accumulate the required funds needed at each June 1 and December 1 payment date. The amount held in the sinking fund at June 30, 2017 is \$1,336,767.

As of its most recent fiscal year end, December 31, 2016, Wildflower court disclosed in its audited financial statements that it was not in compliance with the debt service coverage requirement defined in the bond indenture. The indenture requires a debt service coverage ratio equal to or greater than 1.15. The ratio was 0.97 at December 31, 2016. Wildflower Court plans to pursue remedies, as laid out in the indenture, to cure the condition of non-compliance.

**NOTE 19 – RISK MANAGEMENT**

CBJ has a self-insurance/co-insurance program that is accounted for within the Self-insurance Fund. All insurance payments to this Internal Service Fund from other funds are accounted for as external interfund transactions.

CBJ is exposed to various risks of loss from legal liabilities, property damage, business interruption and employment practices claims. Under this program, the Self-insurance Fund provides coverage that has self-insured retention amounts up to a maximum of \$1,250,000 for each workers compensation claim and \$250,000 for each general or automobile liability claim. The deductible for each property insurance claim is \$100,000. CBJ purchases commercial insurance for claims in excess of coverage provided by the Fund up to various limits depending on the specific coverage.

CBJ provides coverage for medical/dental/vision claims up to maximum annual claims of \$100,000 per employee. Coverage in excess thereof is provided by a private stop loss carrier. CBJ also purchases term life coverage for CBJ employees and their dependents.

Unemployment compensation expense is based on actual claims paid by the State of Alaska and reimbursed by CBJ.

All funds of CBJ participate in the risk management program and make payments to the Self-insurance Fund based on estimates of the amounts needed to pay prior-year and current-year claims.

Claims payables represent actuarially determined estimates of claims to be paid based upon past experience modified for current trends and information. This liability includes reserves for known claims, provision for additional development on known claims, and provision for incurred but not reported claims. The liability also includes a provision for other unallocated cost adjustment expenses for health benefit claims and a provision for specific, incremental cost adjustment expenses for other types of claims. The liability also includes a provision for salvage and subrogation for applicable claims. The evaluation of pending and ongoing claimants' claims uses established historical information unique to unemployment compensation claims incurred but not paid by the State of Alaska. Claims payables balance at fiscal year-end were considered and presented as current liabilities in the Self-insurance Fund's statement of net position.

**NOTES TO BASIC FINANCIAL STATEMENTS***For the year ended June 30, 2017*

Changes in the Fund's claims liability amount in fiscal year 2017 were:

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
Claim type:				
General liability	\$ 788,000	67,341	211,341	644,000
Auto	193,000	1,610	12,610	182,000
Property	200,000	116,364	57,364	259,000
Workers compensation	3,082,000	1,562,728	1,559,728	3,085,000
Health benefits	1,654,000	17,510,845	17,496,845	1,668,000
Totals	<u>\$ 5,917,000</u>	<u>19,258,888</u>	<u>19,337,888</u>	<u>5,838,000</u>

**NOTE 21 – PRIOR PERIOD ADJUSTMENT**

In FY16, the Waste Management Fund of CBJ expensed several purchases of recycle containers. However, these assets met CBJ's threshold for capitalization. This was detected in the current year and CBJ capitalized those assets resulting in a prior period adjustment of \$62,986. The effect of this adjustment was to increase capital assets by \$62,986 and to increase investment in capital assets by \$62,986.

## REQUIRED SUPPLEMENTARY INFORMATION

**Major Funds Budget to Actual:**

**General Fund** - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget to Actual

**Special Revenue Fund:**

**Sales Tax** - Statement of Revenues, Expenditures, and changes in Fund Balance - Budget to Actual

**Pension Information:**

Schedule of the City's Proportionate Share of the Net Pension Liability

Schedule of the City Contribution to Pension Plan

**General Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual**

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 42,133,500	42,133,500	42,225,590	92,090
State sources	4,719,200	6,191,252	4,353,107	(1,838,145)
Federal sources	2,139,600	2,255,960	2,259,771	3,811
Charges for services	4,749,300	4,751,300	4,416,694	(334,606)
Contracted services	1,689,000	1,689,000	1,687,423	(1,577)
Licenses, permits, and fees	901,800	955,300	1,042,434	87,134
Sales and repayment of loans	51,700	51,700	52,558	858
Fines and forfeitures	380,200	381,200	389,538	8,338
Investment and interest income	1,970,300	1,970,300	1,198,304	(771,996)
Rentals and leases	345,200	680,500	769,457	88,957
Special assessments	32,400	32,400	32,983	583
Donations and contributions	62,000	64,075	45,328	(18,747)
Other	117,400	148,900	196,403	47,503
Total revenues	<u>59,291,600</u>	<u>61,305,387</u>	<u>58,669,590</u>	<u>(2,635,797)</u>
<b>EXPENDITURES</b>				
Legislative	3,778,300	5,299,347	5,097,963	201,384
Legal	1,637,500	1,693,500	1,640,487	53,013
Administration	3,833,300	4,914,145	4,093,043	821,102
Education	25,919,800	25,919,800	25,919,800	-
Finance	3,261,300	3,454,844	3,188,876	265,968
Engineering	300,000	369,674	390,760	(21,086)
Libraries	3,075,500	3,140,422	2,956,160	184,262
Social services	1,562,400	1,562,400	1,556,588	5,812
Parks and recreation	7,234,900	7,302,199	7,058,239	243,960
Community development and lands management	2,943,400	3,041,145	2,946,272	94,873
Public safety	22,950,500	23,745,916	22,925,879	820,037
Public works	5,901,400	6,199,934	6,108,929	91,005
Public transportation	7,897,200	8,016,335	6,567,043	1,449,292
Tourism and conventions	-	1,143,162	1,158,677	(15,515)
Total expenditures	<u>90,295,500</u>	<u>95,802,823</u>	<u>91,608,716</u>	<u>4,194,107</u>
Excess (deficiency) of revenues over expenditures	<u>(31,003,900)</u>	<u>(34,497,436)</u>	<u>(32,939,126)</u>	<u>1,558,310</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from:				
Special Revenue Funds	32,389,700	33,171,600	33,171,634	34
Permanent Fund	89,300	89,300	89,300	-
Capital Project Funds	-	696,800	696,800	-
Transfers to:				
Special Revenue Funds	(827,000)	(955,892)	(955,892)	-
Debt Service Funds	(56,300)	(2,842,300)	(2,842,300)	-
Capital Project Funds	(596,800)	(1,146,800)	(1,146,800)	-
Total other financing sources (uses)	<u>30,998,900</u>	<u>29,012,708</u>	<u>29,012,742</u>	<u>34</u>
Net change in fund balance - budgetary basis	\$ <u>(5,000)</u>	<u>(5,484,728)</u>	<u>(3,926,384)</u>	<u>1,558,344</u>
Fund balances at beginning of year			31,321,888	
Reconciliation to GAAP fund balance:				
Encumbrances at end of year			768,100	
Change in compensated absences, assignment of fund balance			<u>228,401</u>	
Fund balance at end of year - GAAP basis			\$ <u>28,392,005</u>	



**Sales Tax - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget - positive (negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
General sales tax	\$ 44,350,000	43,350,000	46,612,595	3,262,595
Liquor and marijuana sales tax - 3%	950,000	950,000	976,298	26,298
Miscellaneous	21,500	21,500	14,685	(6,815)
Total revenues	<u>45,321,500</u>	<u>44,321,500</u>	<u>47,603,578</u>	<u>3,282,078</u>
<b>EXPENDITURES - Finance</b>	<u>816,700</u>	<u>816,700</u>	<u>899,677</u>	<u>(82,977)</u>
Excess of revenues over expenditures	<u>44,504,800</u>	<u>43,504,800</u>	<u>46,703,901</u>	<u>3,199,101</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to:				
General Fund	(26,626,500)	(26,536,900)	(26,536,934)	(34)
Capital Projects Funds	(14,420,000)	(14,420,000)	(14,420,000)	-
Enterprise Funds:				
Bartlett Regional Hospital	(945,000)	(945,000)	(945,000)	-
Capital Projects	(800,000)	(800,000)	(800,000)	-
General Debt Service Fund	(2,030,000)	(2,319,566)	(2,319,566)	-
Total other financing sources (uses)	<u>(44,821,500)</u>	<u>(45,021,466)</u>	<u>(45,021,500)</u>	<u>(34)</u>
Net change in fund balance	\$ <u>(316,700)</u>	<u>(1,516,666)</u>	1,682,401	<u>3,199,067</u>
Fund balance at beginning of year			<u>3,186,226</u>	
Fund balance at end of year			\$ <u>4,868,627</u>	

**Schedule of the City's Proportionate Share of the Net Pension Liability  
State of Alaska Public Employees' Retirement System (PERS)**

*Last 10 Fiscal Years \**

	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability (asset)	2.67%	2.12%	1.56%
City's proportionate share of the net pension liability (asset)	\$ 148,966,237	102,646,544	72,834,736
State's proportionate share of the net pension liability (asset) associated with the City	<u>18,768,894</u>	<u>27,492,908</u>	<u>62,153,012</u>
Total Net Pension Liability	<u>\$ 167,735,131</u>	<u>130,139,452</u>	<u>134,987,748</u>
City's covered-employee payroll	\$ 67,383,117	67,822,037	65,197,480
City's proportionate share of the net pension liability (asset) as a percentage of covered payroll	221.07%	151.35%	111.71%
Plan fiduciary net position as a percentage of total pension liability	59.55%	63.96%	62.37%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The data provided in the schedule is based as of the measurement date of PERS' net pension liability, which is as of the beginning of the city's fiscal year.

**Schedule of the City Contributions**  
**State of Alaska Public Employees' Retirement System**  
*Last 10 Fiscal Years \**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 4,936,863	4,480,089	4,338,789	3,879,661	3,865,222
Contributions in relation to the contractually required contribution	<u>4,936,863</u>	<u>4,480,089</u>	<u>4,338,789</u>	<u>3,879,661</u>	<u>3,865,222</u>
Contribution deficiency (excess)	\$ <u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
City's covered-employee payroll	\$ 71,697,012	67,383,117	67,822,037	65,197,480	64,721,957
Contributions as a percentage of covered-employee payroll	6.89%	6.65%	6.40%	5.95%	5.97%

\* This schedule is intended to show information for ten years. Additional years will be displayed as they become available



## **GOVERNMENTAL FUNDS**

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### **Non-Major Governmental Funds Combining Schedules:**

Balance Sheet

Statement of Revenues, Expenditures, and Changes in Fund Balance

## Non-Major Governmental Funds

## Combining Balance Sheet

June 30, 2017

	Special Revenue	Capital Projects	Jensen-Olson Arboretum Permanent Fund	Total
<b>ASSETS</b>				
Equity in central treasury	\$ 6,806,318	-	-	6,806,318
Receivables, net of allowance for doubtful accounts:				
Taxes	1,218,927	-	-	1,218,927
Accounts	808,225	-	-	808,225
State of Alaska	24,000	-	-	24,000
Long-term notes	925,188	-	-	925,188
Inventories	237,725	-	-	237,725
Equity in joint venture	7,477	-	-	7,477
Restricted assets:				
Equity in central treasury	-	32,270,824	2,484,819	34,755,643
Receivables:				
State of Alaska	-	801,757	-	801,757
Federal government	-	5,000	-	5,000
Total assets	<u>\$ 10,027,860</u>	<u>33,077,581</u>	<u>2,484,819</u>	<u>45,590,260</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>				
Liabilities:				
Interfund payable to other funds	\$ 278,932	-	-	278,932
Accounts payable	43,149	-	-	43,149
Accrued salaries, payroll taxes and withholdings payable	48,703	-	-	48,703
Accrued and other liabilities	10,000	-	-	10,000
Unearned revenues	338,191	-	-	338,191
Advance from General Fund	119,042	-	-	119,042
Payable from restricted assets:				
Accounts and contracts payable	-	1,471,470	-	1,471,470
Total liabilities	838,017	1,471,470	-	2,309,487
Deferred inflows of resources	<u>1,003,404</u>	<u>-</u>	<u>-</u>	<u>1,003,404</u>
Total liabilities and deferred inflows of resources	<u>1,841,421</u>	<u>1,471,470</u>	<u>-</u>	<u>3,312,891</u>
Fund balances:				
Nonspendable:				
Inventory	237,725	-	-	237,725
Jensen-Olson Permanent Fund	-	-	2,097,159	2,097,159
Restricted for:				
Capital improvements	-	31,606,111	-	31,606,111
Jensen-Olson Permanent Fund	-	-	387,660	387,660
Other purposes	2,221,691	-	-	2,221,691
Committed to:				
Notes receivable	99,768	-	-	99,768
Other purposes	4,029,914	-	-	4,029,914
Assigned to:				
Subsequent year expenditures	1,645,500	-	-	1,645,500
Compensated absences	137,455	-	-	137,455
Unassigned	<u>(185,614)</u>	<u>-</u>	<u>-</u>	<u>(185,614)</u>
Total fund balances	<u>8,186,439</u>	<u>31,606,111</u>	<u>2,484,819</u>	<u>42,277,369</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,027,860</u>	<u>33,077,581</u>	<u>2,484,819</u>	<u>45,590,260</u>

## Non-Major Governmental Funds

## Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

For the year ended June 30, 2017

	Special Revenue	Capital Projects	Jensen-Olson Arboretum Permanent Fund	Total
<b>REVENUES</b>				
Taxes	\$ 4,518,426	-	-	4,518,426
State sources	86,889	1,735,431	-	1,822,320
Federal sources	-	17,806	-	17,806
Charges for services	4,125,982	-	-	4,125,982
Contracted services	143,202	-	-	143,202
Licenses, permits, and fees	5,292,723	-	-	5,292,723
Sales	37,035	-	-	37,035
Repayment of loans	59,266	-	-	59,266
Fines and forfeitures	743,304	-	-	743,304
Investment and interest income	1,592	-	-	1,592
Rentals and leases	760,707	-	10,866	771,573
Donations and contributions	73,224	11,183	199,685	284,092
Other	-	740,000	-	740,000
Total revenues	<u>15,842,350</u>	<u>2,504,420</u>	<u>210,551</u>	<u>18,557,321</u>
<b>EXPENDITURES</b>				
Finance	57,149	-	-	57,149
Libraries	25,000	-	-	25,000
Parks and recreation	2,472,364	-	-	2,472,364
Community development and lands management	846,926	-	-	846,926
Affordable housing	75,465	-	-	75,465
Public transportation	465,142	-	-	465,142
Tourism and conventions	11,000	-	-	11,000
Capital projects	-	19,716,832	-	19,716,832
Total expenditures	<u>3,953,046</u>	<u>19,716,832</u>	<u>-</u>	<u>23,669,878</u>
Excess (deficiency) of revenues over expenditures	<u>11,889,304</u>	<u>(17,212,412)</u>	<u>210,551</u>	<u>(5,112,557)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	1,205,892	20,014,793	-	21,220,685
Transfers to other funds	(13,203,192)	(2,119,661)	(228,540)	(15,551,393)
Issuance of long-term debt	-	365,000	-	365,000
Bond premium	-	2,635,000	-	2,635,000
Total other financing sources (uses)	<u>(11,997,300)</u>	<u>20,895,132</u>	<u>(228,540)</u>	<u>8,669,292</u>
Net change in fund balances	(107,996)	3,682,720	(17,989)	3,556,735
Fund balances at beginning of year	<u>8,294,435</u>	<u>27,923,391</u>	<u>2,502,808</u>	<u>38,720,634</u>
Fund balances at end of year	<u>\$ 8,186,439</u>	<u>31,606,111</u>	<u>2,484,819</u>	<u>42,277,369</u>





## **SPECIAL REVENUE FUNDS**

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Special Revenue Funds are used to account for revenues from specific sources, including grants, service fees, rental charges, and sales taxes, which are designated to finance particular functions and activities. This section contains a combining non-major balance sheet and a combining non-major statement of revenues, expenditures, and changes in fund balance for fiscal year ended June 30, 2017. Also included are individual statements of revenues, expenditures, and changes in fund balance and budget and actual presentations for all of CBJ's special revenue funds.

### **Major Special Revenue Fund**

**Sales Tax** – Accounts for revenues received from tax on the sale of goods and services. Funds are designated for use in specific areas and/or for specific purposes as advised by the ballot initiatives for each of the components of CBJ's permanent and temporary sales tax.

### **Non-Major Special Revenue Funds**

**Lands** – Accounts for revenues and expenditures relating to land sales, non-enterprise fund leases, and resource sales.

**Hotel Tax** – Accounts for revenues from tax on transient room rentals. Proceeds are used to fund operations of the convention center and the Juneau Convention and Visitors Bureau.

**Tobacco Excise Tax** – Accounts for revenues received from excise taxes levied on the imported value of tobacco products. Funds are used for various social service functions.

**Library Minor Contributions** – Accounts for revenues designated for specific library expenditures.

**Eaglecrest** – Accounts for revenues and expenditures for the operation of a ski area.

**Downtown Parking** – Accounts for revenues and expenditures for parking.

**Port Development** – Accounts for revenues obligated for major port improvements.

**Affordable Housing** – Accounts for a grant from the State to stimulate affordable housing development in the Juneau area. In June 2010, Resolution 2530 formed the Juneau Housing Commission to support affordable housing development. Disbursements from the fund are under the direction of the Assembly.

**Marine Passenger Fee** – Accounts for revenues approved by the voters to mitigate the cost of tourism and tourism development.

**Non-Major Special Revenue Funds****Combining Balance Sheet**

June 30, 2017

	<u>Lands</u>	<u>Hotel Tax</u>	<u>Tobacco Excise Tax</u>	<u>Library Minor Contributions</u>
<b>ASSETS</b>				
Equity in central treasury	\$ 3,363,210	368,581	-	136,889
Receivables, net of allowance for doubtful accounts:				
Accounts	91,932	-	-	-
Taxes	-	373,612	845,315	-
State of Alaska	-	-	-	-
Long-term notes	875,420	-	-	-
Inventories	-	-	-	-
Equity in joint venture	7,477	-	-	-
Total assets	<u>\$ 4,338,039</u>	<u>742,193</u>	<u>845,315</u>	<u>136,889</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>				
Liabilities:				
Interfund payable to other funds	\$ -	-	278,932	-
Accounts payable	2,795	-	-	-
Accrued salaries, payroll taxes and withholdings payable	15,835	-	-	-
Accrued and other liabilities	10,000	-	-	-
Unearned revenues	-	-	-	-
Advance from General Fund	-	-	-	-
Total liabilities	28,630	-	278,932	-
Deferred inflows of resources	982,741	-	-	-
Total liabilities and deferred inflows of resources	<u>1,011,371</u>	<u>-</u>	<u>278,932</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
Restricted for:				
Other purposes	7,477	-	-	91,889
Committed to:				
Notes receivable	50,000	-	-	-
Other purposes	2,091,920	442,393	566,383	-
Assigned to:				
Subsequent year expenditures	1,107,200	299,800	-	45,000
Compensated absences	70,071	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>3,326,668</u>	<u>742,193</u>	<u>566,383</u>	<u>136,889</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,338,039</u>	<u>742,193</u>	<u>845,315</u>	<u>136,889</u>

<u>Eaglecrest</u>	<u>Down- town Parking</u>	<u>Port Development</u>	<u>Affordable Housing</u>	<u>Marine Passenger Fee</u>	<u>Total</u>
-	503,760	1,614,936	692,156	126,786	6,806,318
60,685	-	242,720	4,000	408,888	808,225
-	-	-	-	-	1,218,927
-	-	-	24,000	-	24,000
-	-	-	49,768	-	925,188
237,725	-	-	-	-	237,725
-	-	-	-	-	7,477
<u>298,410</u>	<u>503,760</u>	<u>1,857,656</u>	<u>769,924</u>	<u>535,674</u>	<u>10,027,860</u>
-	-	-	-	-	278,932
27,005	13,349	-	-	-	43,149
32,868	-	-	-	-	48,703
-	-	-	-	-	10,000
-	212,686	125,505	-	-	338,191
<u>119,042</u>	-	-	-	-	<u>119,042</u>
178,915	226,035	125,505	-	-	838,017
-	-	-	20,663	-	1,003,404
<u>178,915</u>	<u>226,035</u>	<u>125,505</u>	<u>20,663</u>	-	<u>1,841,421</u>
237,725	-	-	-	-	237,725
-	-	1,732,151	-	390,174	2,221,691
-	-	-	49,768	-	99,768
-	229,725	-	699,493	-	4,029,914
-	48,000	-	-	145,500	1,645,500
67,384	-	-	-	-	137,455
<u>(185,614)</u>	-	-	-	-	<u>(185,614)</u>
<u>119,495</u>	<u>277,725</u>	<u>1,732,151</u>	<u>749,261</u>	<u>535,674</u>	<u>8,186,439</u>
<u>298,410</u>	<u>503,760</u>	<u>1,857,656</u>	<u>769,924</u>	<u>535,674</u>	<u>10,027,860</u>

**Non-Major Special Revenue Funds****Combining Statement of Revenues, Expenditures, and Changes in Fund Balances***For the year ended June 30, 2017*

	<u>Lands</u>	<u>Hotel Tax</u>	<u>Tobacco Excise Tax</u>	<u>Library Minor Contributions</u>
<b>REVENUES</b>				
Taxes	\$ -	1,488,951	3,029,475	-
State sources	11,087	-	-	-
Charges for services	-	-	-	-
Contracted services	8,299	-	-	-
Licenses, permits, and fees	2,100	-	-	-
Sales	698,062	-	-	-
Repayment of loans	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment and interest income	73,185	-	-	-
Rentals and leases	232,486	-	-	-
Donations and contributions	-	-	-	3,736
Total revenues	<u>1,025,219</u>	<u>1,488,951</u>	<u>3,029,475</u>	<u>3,736</u>
<b>EXPENDITURES</b>				
Finance	-	25,504	31,645	-
Libraries	-	-	-	25,000
Parks and recreation	-	-	-	-
Community development and lands management	846,926	-	-	-
Affordable housing	-	-	-	-
Public transportation	-	-	-	-
Tourism and conventions	-	-	-	-
Total expenditures	<u>846,926</u>	<u>25,504</u>	<u>31,645</u>	<u>25,000</u>
Excess (deficiency) of revenues over expenditures	<u>178,293</u>	<u>1,463,447</u>	<u>2,997,830</u>	<u>(21,264)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	-	-	-	-
Transfers to other funds	<u>(1,680,000)</u>	<u>(1,432,500)</u>	<u>(2,591,600)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,680,000)</u>	<u>(1,432,500)</u>	<u>(2,591,600)</u>	<u>-</u>
Net change in fund balances	(1,501,707)	30,947	406,230	(21,264)
Fund balances at beginning of year	<u>4,828,375</u>	<u>711,246</u>	<u>160,153</u>	<u>158,153</u>
Fund balances at end of year	<u>\$ 3,326,668</u>	<u>742,193</u>	<u>566,383</u>	<u>136,889</u>

<u>Eaglecrest</u>	<u>Down- town Parking</u>	<u>Port Development</u>	<u>Affordable Housing</u>	<u>Marine Passenger Fee</u>	<u>Total</u>
-	-	-	-	-	4,518,426
21,802	-	-	54,000	-	86,889
1,097,413	13,320	3,015,249	-	-	4,125,982
134,903	-	-	-	-	143,202
222,953	-	-	-	5,067,670	5,292,723
45,242	-	-	-	-	743,304
-	-	-	1,592	-	1,592
-	37,035	-	-	-	37,035
-	-	-	39	-	73,224
213,618	314,603	-	-	-	760,707
55,530	-	-	-	-	59,266
<u>1,791,461</u>	<u>364,958</u>	<u>3,015,249</u>	<u>55,631</u>	<u>5,067,670</u>	<u>15,842,350</u>
-	-	-	-	-	57,149
-	-	-	-	-	25,000
2,472,364	-	-	-	-	2,472,364
-	-	-	-	-	846,926
-	-	-	75,465	-	75,465
-	465,142	-	-	-	465,142
-	-	5,500	-	5,500	11,000
<u>2,472,364</u>	<u>465,142</u>	<u>5,500</u>	<u>75,465</u>	<u>5,500</u>	<u>3,953,046</u>
<u>(680,903)</u>	<u>(100,184)</u>	<u>3,009,749</u>	<u>(19,834)</u>	<u>5,062,170</u>	<u>11,889,304</u>
700,000	100,000	-	-	405,892	1,205,892
-	-	(2,093,200)	-	(5,405,892)	(13,203,192)
<u>700,000</u>	<u>100,000</u>	<u>(2,093,200)</u>	<u>-</u>	<u>(5,000,000)</u>	<u>(11,997,300)</u>
19,097	(184)	916,549	(19,834)	62,170	(107,996)
100,398	277,909	815,602	769,095	473,504	8,294,435
<u>119,495</u>	<u>277,725</u>	<u>1,732,151</u>	<u>749,261</u>	<u>535,674</u>	<u>8,186,439</u>

**Major Special Revenue Fund – Sales Tax****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b>	
General sales tax	\$ 46,612,595
Liquor and marijuana sales tax - 3%	976,298
Miscellaneous	<u>14,685</u>
Total revenues	47,603,578
<b>EXPENDITURES - Finance</b>	
	<u>899,677</u>
Excess of revenues over expenditures	<u>46,703,901</u>
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers to:	
General Fund	(26,536,934)
Capital Projects Funds	(14,420,000)
Enterprise Funds:	
Bartlett Regional Hospital	(945,000)
Capital Projects Funds	(800,000)
General Debt Service Fund	<u>(2,319,566)</u>
Total other financing sources (uses)	<u>(45,021,500)</u>
Net change in fund balance	1,682,401
Fund balance at beginning of year	<u>3,186,226</u>
Fund balance at end of year	\$ <u><u>4,868,627</u></u>

-

## Major Special Revenue Fund – Sales Tax

## Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
General sales tax	\$ 44,350,000	43,350,000	46,612,595	3,262,595
Liquor and marijuana sales tax - 3%	950,000	950,000	976,298	26,298
Miscellaneous	21,500	21,500	14,685	(6,815)
Total revenues	45,321,500	44,321,500	47,603,578	3,282,078
<b>EXPENDITURES - Finance</b>	816,700	816,700	899,677	(82,977)
Excess of revenues over expenditures	46,138,200	45,138,200	46,703,901	3,199,101
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to:				
General Fund	(26,626,500)	(26,536,900)	(26,536,934)	(34)
Capital Projects Funds	(14,420,000)	(14,420,000)	(14,420,000)	-
Enterprise Funds:				
Bartlett Regional Hospital	(945,000)	(945,000)	(945,000)	-
Capital Projects Funds	(800,000)	(800,000)	(800,000)	-
General Debt Service Fund	(2,319,566)	(2,319,566)	(2,319,566)	-
Total other financing sources (uses)	(45,111,066)	(45,021,466)	(45,021,500)	(34)
Net change in fund balance	\$ 1,027,134	116,734	1,682,401	3,199,067
Fund balance at beginning of year			3,186,226	
Fund balance at end of year			\$ 4,868,627	

**Non-Major Special Revenue Fund – Lands****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b>	
State sources	\$ 11,087
Contracted services	8,299
Licenses, permits, and fees	2,100
Sales	698,062
Investment and interest income	73,185
Rentals and leases	<u>232,486</u>
Total revenues	1,025,219
<b>EXPENDITURES - Finance</b>	<u>846,926</u>
Excess of revenues over expenditures	178,293
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers to Capital Projects fund	<u>(1,680,000)</u>
Net change in fund balance	(1,501,707)
Fund balance at beginning of year	<u>4,828,375</u>
Fund balance at end of year	\$ <u><u>3,326,668</u></u>



**Non-Major Special Revenue Fund – Lands****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
State sources	\$ -	-	11,087	11,087
Contracted services	10,000	10,000	8,299	(1,701)
Licenses, permits, and fees	1,000	1,000	2,100	1,100
Sales	572,700	542,700	698,062	155,362
Investment and interest income	30,200	30,200	73,185	42,985
Rentals and leases	262,000	262,000	232,486	(29,514)
Total revenues	875,900	845,900	1,025,219	179,319
<b>EXPENDITURES - Finance</b>	1,381,000	1,381,000	853,712	527,288
Excess of revenues over expenditures	(355,781)	(355,781)	171,507	706,607
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to Capital Projects Fund	(1,680,000)	(1,680,000)	(1,680,000)	-
Net change in fund balance, budgetary basis	\$ (2,035,781)	(2,035,781)	(1,508,493)	706,607
Fund balance at beginning of year			4,828,375	
Reconciliation to GAAP:				
Change in compensated absences, assignment of fund balance			6,786	
Fund balance at end of year - GAAP basis			\$ 3,326,668	

**Non-Major Special Revenue Fund – Hotel Tax****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b> - Hotel tax	\$ 1,488,951
<b>EXPENDITURES</b> - Finance	<u>25,504</u>
Excess of revenues over expenditures	1,463,447
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers to General Fund	<u>(1,432,500)</u>
Net change in fund balance	30,947
Fund balance at beginning of year	<u>711,246</u>
Fund balance at end of year	<u><u>\$ 742,193</u></u>

**Non-Major Special Revenue Fund – Hotel Tax****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES - Hotel tax</b>	\$ 1,450,000	1,450,000	1,488,951	38,951
<b>EXPENDITURES - Finance</b>	25,300	25,300	25,504	(204)
Excess of revenues over expenditures	1,424,700	1,424,700	1,463,447	38,747
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to General Fund	(1,432,500)	(1,432,500)	(1,432,500)	-
Net change in fund balance	\$ (7,800)	(7,800)	30,947	38,747
Fund balance at beginning of year			711,246	
Fund balance at end of year			\$ 742,193	

**Non-Major Special Revenue Fund – Tobacco Excise Tax****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b> - Tobacco excise tax	\$ 3,029,475
<b>EXPENDITURES</b> - Finance	<u>31,645</u>
Excess of revenues over expenditures	<u>2,997,830</u>
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers to:	
General Fund	(1,673,600)
Bartlett Regional Hospital Enterprise Fund	(518,000)
Capital Projects Fund	<u>(400,000)</u>
Total other financing sources (uses)	<u>(2,591,600)</u>
Net change in fund balance	406,230
Fund balance at beginning of year	<u>160,153</u>
Fund balance at end of year	<u>\$ 566,383</u>

**Non-Major Special Revenue Fund – Tobacco Excise Tax****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b> - Tobacco excise tax	\$ 2,750,000	2,750,000	3,029,475	279,475
<b>EXPENDITURES</b> - Finance	30,900	30,900	31,645	(745)
Excess of revenues over expenditures	<u>2,719,100</u>	<u>2,719,100</u>	<u>2,997,830</u>	<u>278,730</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to:				
General Fund	(1,673,600)	(1,673,600)	(1,673,600)	-
Bartlett Regional Hospital Enterprise Fund	(518,000)	(518,000)	(518,000)	-
Capital Projects Fund	<u>(400,000)</u>	<u>(400,000)</u>	<u>(400,000)</u>	-
Total other financing sources (uses)	<u>(2,591,600)</u>	<u>(2,591,600)</u>	<u>(2,591,600)</u>	-
Net change in fund balance	\$ <u>2,719,100</u>	<u>2,719,100</u>	406,230	<u>278,730</u>
Fund balance at beginning of year			<u>160,153</u>	
Fund balance at end of year			\$ <u>566,383</u>	

**Non-Major Special Revenue Fund – Library Minor Contribution**

**Statement of Revenues, Expenditures, and Changes in Fund Balance**

*For the year ended June 30, 2017*

<b>REVENUES</b> - Donations and contributions	\$ 3,736
<b>EXPENDITURES</b> - Libraries	<u>25,000</u>
Deficiency of revenues over expenditures	(21,264)
Fund balance at beginning of year	<u>158,153</u>
Fund balance at end of year	<u><u>\$ 136,889</u></u>
	-

**Non-Major Special Revenue Fund – Library Minor Contribution****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b> - Donations and contributions	\$ 3,500	3,500	3,736	236
<b>EXPENDITURES</b> - Libraries	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	-
Deficiency of revenues over expenditures	\$ <u><u>(21,500)</u></u>	<u><u>(21,500)</u></u>	(21,264)	<u>236</u>
Fund balance at beginning of year			<u>158,153</u>	
Fund balance at end of year			\$ <u><u>136,889</u></u>	

**Non-Major Special Revenue Fund – Eaglecrest****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b>	
State sources	\$ 21,802
Charges for services	1,097,413
Contracted services	134,903
Licenses, permits, and fees	222,953
Sales	45,242
Rentals and leases	213,618
Donations and contributions	<u>55,530</u>
Total revenues	1,791,461
<b>EXPENDITURES - Recreation</b>	<u>2,472,364</u>
Deficiency of revenues over expenditures	(680,903)
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers from General Fund	<u>700,000</u>
Net change in fund balance	19,097
Fund balance at beginning of year	<u>100,398</u>
Fund balance at end of year	\$ <u><u>119,495</u></u>
	-



**Non-Major Special Revenue Fund – Eaglecrest****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
State sources	\$ -	21,802	21,802	-
Charges for services	1,258,000	1,258,000	1,097,413	(160,587)
Contracted services	132,000	132,000	134,903	2,903
Licenses, permits, and fees	284,000	284,000	222,953	(61,047)
Sales	45,000	45,000	45,242	242
Rentals and leases	270,000	270,000	213,618	(56,382)
Donations and contributions	70,000	70,000	55,530	(14,470)
Total revenues	2,059,000	2,080,802	1,791,461	(289,341)
<b>EXPENDITURES - Recreation</b>	2,757,900	2,779,702	2,472,364	307,338
Deficiency of revenues over expenditures	(698,900)	(698,900)	(680,903)	17,997
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from General Fund	700,000	700,000	700,000	-
Net change in fund balance	\$ 1,100	1,100	19,097	17,997
Fund balance at beginning of year			100,398	
Fund balance at end of year			\$ 119,495	

**Non-Major Special Revenue Fund – Downtown Parking****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017***REVENUES**

Charges for services	\$ 13,320
Fines and forfeitures	37,035
Rentals and leases	<u>314,603</u>
Total revenues	364,958

**EXPENDITURES - Public transportation**

	<u>465,142</u>
Deficiency of revenues over expenditures	(100,184)

**OTHER FINANCING SOURCES (USES)**

Transfers from General Fund	<u>100,000</u>
Net change in fund balance	(184)
Fund balance at beginning of year	<u>277,909</u>
Fund balance at end of year	<u><u>\$ 277,725</u></u>

**Non-Major Special Revenue Fund – Downtown Parking****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
Charges for services	\$ 334,400	334,400	314,603	(19,797)
Fines and forfeitures	42,600	42,600	37,035	(5,565)
Rentals and leases	46,300	46,300	13,320	(32,980)
Total revenues	423,300	423,300	364,958	(58,342)
<b>EXPENDITURES - Public transportation</b>	510,800	540,800	465,142	75,658
Deficiency of revenues over expenditures	(87,500)	(117,500)	(100,184)	17,316
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from General Fund	100,000	100,000	100,000	-
Net change in fund balance	\$ 12,500	(17,500)	(184)	17,316
Fund balance at beginning of year			277,909	
Fund balance at end of year			\$ 277,725	

**Non-Major Special Revenue Fund –Port Development****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b> - Charges for services	\$ 3,015,249
<b>EXPENDITURES</b> - Tourism and conventions	<u>5,500</u>
Excess of revenues over expenditures	3,009,749
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers to General Debt Service Fund	<u>(2,093,200)</u>
Net change in fund balance	916,549
Fund balance at beginning of year	<u>815,602</u>
Fund balance at end of year	<u>\$ 1,732,151</u>

**Non-Major Special Revenue Fund – Port Development****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
State sources	\$ 4,550,000	4,550,000	-	(4,550,000)
Charges for services	<u>2,980,000</u>	<u>2,980,000</u>	<u>3,015,249</u>	<u>35,249</u>
Total revenues	7,530,000	7,530,000	3,015,249	(4,514,751)
<b>EXPENDITURES - Tourism and conventions</b>				
	<u>5,500</u>	<u>5,500</u>	<u>5,500</u>	<u>-</u>
Excess of revenues over expenditures	<u>7,524,500</u>	<u>7,524,500</u>	<u>3,009,749</u>	<u>(4,514,751)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to				
General Debt Service Fund	(2,093,200)	(2,093,200)	(2,093,200)	-
Enterprise Funds Capital Projects Funds	<u>(4,600,000)</u>	<u>(4,600,000)</u>	<u>-</u>	<u>4,600,000</u>
Total other financing sources (uses)	<u>(6,693,200)</u>	<u>(6,693,200)</u>	<u>(2,093,200)</u>	<u>4,600,000</u>
Net change in fund balance	\$ <u>831,300</u>	<u>831,300</u>	916,549	<u>85,249</u>
Fund balance at beginning of year			<u>815,602</u>	
Fund balance at end of year			\$ <u>1,732,151</u>	

**Non-Major Special Revenue Fund –Affordable Housing****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b>	
State sources	\$ 54,000
Repayment of loans	1,592
Investment and interest income	<u>39</u>
Total revenues	55,631
<b>EXPENDITURES - Affordable housing</b>	
	<u>75,465</u>
Deficiency of revenues over expenditures	(19,834)
Fund balance at beginning of year	<u>769,095</u>
Fund balance at end of year	<u>\$ 749,261</u>

**Non-Major Special Revenue Fund – Affordable Housing****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
State sources	\$ -	77,000	54,000	(23,000)
Repayment of loans	-	-	1,592	1,592
Investment and interest income	-	-	39	39
Total revenues	-	77,000	55,631	(21,369)
<b>EXPENDITURES - Affordable housing</b>	-	77,000	75,465	1,535
Deficiency of revenues over expenditures	\$ -	-	(19,834)	(22,904)
Fund balance at beginning of year			769,095	
Fund balance at end of year			\$ 749,261	

**Non-Major Special Revenue Fund –Marine Passenger Fee****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b> - Licenses, permits, and fees	\$ 5,067,670
<b>EXPENDITURES</b> - Tourism and conventions	<u>5,500</u>
Excess of revenues over expenditures	<u>5,062,170</u>
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers from:	
General Fund	155,892
Capital Projects Funds	250,000
Transfers to:	
General Fund	(3,528,600)
Enterprise Funds:	
Bartlett Regional Hospital	(131,600)
Dock	(287,600)
Capital Projects	(402,200)
Capital Projects Funds	<u>(1,055,892)</u>
Total other financing sources (uses)	<u>(5,000,000)</u>
Net change in fund balance	62,170
Fund balance at beginning of year	<u>473,504</u>
Fund balance at end of year	<u>\$ 535,674</u>



**Non-Major Special Revenue Fund – Marine Passenger Fee****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b> - Licenses, permits, and fees	\$ 4,965,000	4,965,000	5,067,670	102,670
<b>EXPENDITURES</b> - Tourism and conventions	5,500	5,500	5,500	-
Excess of revenues over expenditures	<u>4,959,500</u>	<u>4,959,500</u>	<u>5,062,170</u>	<u>102,670</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from:				
General Fund	-	155,892	155,892	-
Capital Projects Funds	-	250,000	250,000	-
Transfers to:				
General Fund	(3,278,600)	(3,528,600)	(3,528,600)	-
Enterprise Funds:				
Bartlett Regional Hospital	(131,600)	(131,600)	(131,600)	-
Dock	(287,600)	(287,600)	(287,600)	-
Capital Projects	(402,200)	(402,200)	(402,200)	-
Capital Projects Funds	<u>(900,000)</u>	<u>(1,055,892)</u>	<u>(1,055,892)</u>	-
Total other financing sources (uses)	<u>(5,000,000)</u>	<u>(5,000,000)</u>	<u>(5,000,000)</u>	-
Net change in fund balance	\$ <u>(40,500)</u>	<u>(40,500)</u>	62,170	<u>102,670</u>
Fund balance at beginning of year			<u>473,504</u>	
Fund balance at end of year			\$ <u><u>535,674</u></u>	



## **DEBT SERVICE FUNDS**

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Debt Service Funds are used to account for the payment of principal, interest, and fiscal charges on all general obligation debt and property purchase agreements other than that attributable to the proprietary fund types.

**General Debt Service** – Account for revenues from bond proceeds, interest on unspent bond proceeds, property tax, State of Alaska school debt reimbursement, and interfund transfers. Account for payment of principal, interest, and fiscal charges on governmental general obligation debt and property purchase agreements.

**General Debt Service Fund****Statement of Revenue, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017*

<b>REVENUES</b>	
Taxes	\$ 6,566,957
State sources	9,722,808
Investment and interest income	<u>30,107</u>
Total revenues	<u>16,319,872</u>
<b>EXPENDITURES</b>	
Debt service:	
Principal	17,545,323
Interest	6,059,241
Fiscal agent, bond issuance, and letter of credit fees	<u>169,412</u>
Total expenditures	<u>23,773,976</u>
Deficiency of revenues over expenditures	<u>(7,454,104)</u>
<b>OTHER FINANCING SOURCES (USES)</b>	
Transfers from:	
General Fund	2,842,300
Special Revenue Funds:	
Sales Tax	2,319,566
Port Development	2,093,200
Issuance of refunding bonds	17,632,345
Payment to refunded bond escrow agent	(18,560,000)
Bond premium	<u>1,283,034</u>
Total other financing sources (uses)	<u>7,610,445</u>
Net change in fund balance	156,341
Fund balance at beginning of year	<u>5,696,959</u>
Fund balance at end of year	<u>\$ 5,853,300</u>

## General Debt Service Fund

## Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 6,573,000	6,573,000	6,566,957	(6,043)
State sources	12,294,200	9,218,600	9,722,808	504,208
Investment and interest income	4,000	4,000	30,107	26,107
Total revenues	<u>18,871,200</u>	<u>15,795,600</u>	<u>16,319,872</u>	<u>524,272</u>
<b>EXPENDITURES</b>				
Debt service:				
Principal	17,525,900	17,525,900	17,545,323	(19,423)
Interest	5,462,300	5,967,400	6,059,241	(91,841)
Fiscal agent, bond issuance, and letter of credit fees	94,700	104,700	169,412	(64,712)
Total expenditures	<u>23,082,900</u>	<u>23,598,000</u>	<u>23,773,976</u>	<u>(175,976)</u>
Deficiency of revenues over expenditures	<u>(4,211,700)</u>	<u>(7,802,400)</u>	<u>(7,454,104)</u>	<u>348,296</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from:				
General Fund	56,300	2,842,300	2,842,300	-
Special Revenue Funds:				
Sales Tax	2,030,000	2,319,566	2,319,566	-
Port Development	2,093,200	2,093,200	2,093,200	-
Issuance of refunding bonds	-	-	17,632,345	17,632,345
Payment to refunded bond escrow agent	-	-	(18,560,000)	(18,560,000)
Bond premium	-	-	1,283,034	1,283,034
Total other financing sources (uses)	<u>4,179,500</u>	<u>7,255,066</u>	<u>7,610,445</u>	<u>355,379</u>
Net change in fund balance	<u>(32,200)</u>	<u>(547,334)</u>	156,341	<u>703,675</u>
Fund balance at beginning of year			<u>5,696,959</u>	
Fund balance at end of year			\$ <u><u>5,853,300</u></u>	



## **CAPITAL PROJECTS FUNDS**

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Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by the proprietary fund types.

**Schools** – Account for capital improvements projects for construction, major maintenance, and renovation of school buildings.

**Roads and Sidewalks** – Account for capital improvements projects for improvement, repair, reconstruction, and paving of roads, sidewalks, and stairways.

**Fire and Safety** – Account for capital improvements projects for construction and major maintenance of fire and police stations.

**Community Development** – Account for capital improvements projects such as environmental studies and city wide plans as well as construction of facilities benefiting the city as a whole.

**Parks and Recreation** – Account for capital improvements projects for construction and rehabilitation of recreational facilities, parks, and trails.

**Non-Major Capital Projects Funds****Combining Balance Sheet**

June 30, 2017

	<u>Schools</u>	<u>Roads and Sidewalks</u>	<u>Fire and Safety</u>
<b>ASSETS</b>			
Restricted assets:			
Equity in central treasury	\$ 1,358,411	13,544,730	56,339
Receivables:			
State of Alaska	-	-	-
Federal government	-	5,000	-
Total assets	<u>\$ 1,358,411</u>	<u>13,549,730</u>	<u>56,339</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Payable from restricted assets:			
Accounts and contracts payable	\$ 56,575	900,171	-
Fund balances:			
Restricted for capital improvements	<u>1,301,836</u>	<u>12,649,559</u>	<u>56,339</u>
Total liabilities and fund balance	<u>\$ 1,358,411</u>	<u>13,549,730</u>	<u>56,339</u>





<u>Community Development</u>	<u>Parks and Recreation</u>	<u>Totals</u>
9,997,900	7,313,444	32,270,824
794,922	6,835	801,757
-	-	5,000
<u>10,792,822</u>	<u>7,320,279</u>	<u>33,077,581</u>
298,962	215,762	1,471,470
<u>10,493,860</u>	<u>7,104,517</u>	<u>31,606,111</u>
<u>10,792,822</u>	<u>7,320,279</u>	<u>33,077,581</u>

**Non-Major Capital Projects Funds****Combining Statement of Revenues, Expenditures, and Changes in Fund Balances***For the year ended June 30, 2017*

	<u>Schools</u>	<u>Roads and Sidewalks</u>	<u>Fire and Safety</u>
<b>REVENUES</b>			
State sources	\$ -	-	-
Federal sources	-	-	-
Investment and interest income	187	-	-
Other	-	-	-
Total revenues	<u>187</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>			
Capital projects	510,500	7,235,777	83,683
Total expenditures	<u>510,500</u>	<u>7,235,777</u>	<u>83,683</u>
Deficiency of revenues over expenditures	<u>(510,313)</u>	<u>(7,235,777)</u>	<u>(83,683)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers from other funds	850,000	9,154,237	-
Transfers to other funds	-	(748,237)	-
Issuance of long-term debt	-	-	-
Bond premium	-	-	-
Total other financing sources (uses)	<u>850,000</u>	<u>8,406,000</u>	<u>-</u>
Net change in fund balances	339,687	1,170,223	(83,683)
Fund balances at beginning of year	<u>962,149</u>	<u>11,479,336</u>	<u>140,022</u>
Fund balances at end of year	<u>\$ 1,301,836</u>	<u>12,649,559</u>	<u>56,339</u>

<u>Community Development</u>	<u>Parks and Recreation</u>	<u>Totals</u>
1,708,524	26,907	1,735,431
-	17,806	17,806
199	10,797	11,183
-	740,000	740,000
<u>1,708,723</u>	<u>795,510</u>	<u>2,504,420</u>
<u>7,940,171</u>	<u>3,946,701</u>	<u>19,716,832</u>
<u>7,940,171</u>	<u>3,946,701</u>	<u>19,716,832</u>
<u>(6,231,448)</u>	<u>(3,151,191)</u>	<u>(17,212,412)</u>
6,347,692	3,662,864	20,014,793
(946,800)	(424,624)	(2,119,661)
2,635,000	-	2,635,000
365,000	-	365,000
<u>8,400,892</u>	<u>3,238,240</u>	<u>20,895,132</u>
2,169,444	87,049	3,682,720
<u>8,324,416</u>	<u>7,017,468</u>	<u>27,923,391</u>
<u>10,493,860</u>	<u>7,104,517</u>	<u>31,606,111</u>



## **PERMANENT FUNDS**

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Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support CBJ programs.

**Jensen-Olson Arboretum** – Accounts for principal trust amounts received and related interest income. The principal portion of the trust is invested in secure investments to maintain its integrity. The interest portion of the trust is used for the preservation and maintenance of the Arboretum property.



**Permanent Fund – Jensen-Olson Arboretum****Balance Sheet***June 30, 2017*

	Jensen- Olson Arboretum
<b>ASSETS</b>	
Restricted assets: Equity in central treasury	\$ <u>2,484,819</u>
Total assets	\$ <u><u>2,484,819</u></u>
<b>FUND BALANCES</b>	
Nonspendable:	
Jensen-Olson Permanent Fund	\$ 2,097,159
Restricted for:	
Jensen-Olson Permanent Fund	<u>387,660</u>
Total fund balances	\$ <u><u>2,484,819</u></u>

**Permanent Fund – Jensen-Olson Arboretum****Statement of Revenues, Expenditures, and Changes in Fund Balance***For the year ended June 30, 2017***REVENUES**

Investment and interest income	\$ 199,685
Rentals and leases	<u>10,866</u>
Total revenues	<u>210,551</u>

**OTHER FINANCING SOURCES (USES)**

Transfers to other funds	<u>(228,540)</u>
Total other financing sources (uses)	<u>(228,540)</u>
Net change in fund balance	(17,989)
Fund balance at beginning of year	<u>2,502,808</u>
Fund balance at end of year	<u>\$ 2,484,819</u>



**Permanent Fund – Jensen-Olson Arboretum****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual***For the year ended June 30, 2017*

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>REVENUES</b>				
Investment and interest income	\$ 98,000	98,000	199,685	101,685
Rentals and leases	11,800	11,800	10,866	(934)
Total revenues	109,800	109,800	210,551	100,751
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers to other funds	(89,300)	(89,300)	(228,540)	(139,240)
Total other financing sources (uses)	(89,300)	(89,300)	(228,540)	(139,240)
Net change in fund balance	\$ 20,500	20,500	(17,989)	(38,489)
Fund balance at beginning of year			2,502,808	
Fund balance at end of year			\$ 2,484,819	



## **ENTERPRISE FUNDS**

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Enterprise Funds are used to account for goods or services provided by CBJ to the general public on a continuing basis in a manner similar to private business and are financed primarily through user charges. The acquisition and improvement of facilities are financed by existing cash resources, issuance of revenue and general obligation bonds, and state and federal grant funds.

**Juneau International Airport** – Accounts for operation, maintenance, capital improvements, and expansion of the city-owned airport. Its major revenues consist of property leases, airport user fees, fuel flowage fees, service charges, concessions, and short-term rental agreements.

**Bartlett Regional Hospital** – Accounts for the health care service provided by the city-owned and operated hospital.

**Areawide Water Utility** – Accounts for the provision of water treatment and distribution to the residents and commercial users of CBJ.

**Areawide Wastewater Utility** – Accounts for provision of collection and treatment of wastewater for the residents and commercial users of CBJ.

**Boat Harbors** – Accounts for operations, maintenance, and capital improvements to the four city-owned boat harbors and numerous launch ramps.

**Dock** – Accounts for operations, maintenance, and capital improvements of the city-owned docks, which are heavily used by over 200 cruise ships during the summer months.

**Waste Management** – Accounts for hazardous waste disposal and recycling programs provided to the residents of CBJ.

**Enterprise Funds – Juneau International Airport****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 3,994,397
Licenses, permits, and fees	462,050
Sales	28,516
Fines and forfeitures	3,645
Rentals and leases	2,255,953
Donations and contributions	150,000
Other	7,368
Total operating revenues	<u>6,901,929</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	3,229,201
Commodities and services	4,102,300
Depreciation	4,597,079
Total operating expenses	<u>11,928,580</u>
Operating loss	<u>(5,026,651)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	146,818
Federal sources	159,592
Investment and interest income	22,247
Gain on disposal of capital assets	49,061
Net nonoperating income (expense)	<u>377,718</u>
Net loss before contributions and transfers	(4,648,933)
Capital contributions	10,800,535
Transfers in	<u>800,000</u>
Change in net position	6,951,602
Total net position at beginning of year	<u>162,979,755</u>
Total net position at end of year	<u>\$ 169,931,357</u>

## Enterprise Funds – Juneau International Airport

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget - positive (negative)
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 3,831,700	3,831,700	3,994,397	162,697
Licenses, permits, and fees	441,000	441,000	462,050	21,050
Sales	35,000	35,000	28,516	(6,484)
Fines and forfeitures	2,800	2,800	3,645	845
Rentals and leases	2,269,800	2,269,800	2,255,953	(13,847)
Donations and contributions	-	-	150,000	150,000
Other	8,300	8,300	7,368	(932)
Total operating revenues	<u>6,588,600</u>	<u>6,588,600</u>	<u>6,901,929</u>	<u>313,329</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	2,754,000	2,833,732	3,229,201	(395,469)
Commodities and services	<u>4,068,100</u>	<u>4,166,110</u>	<u>4,102,300</u>	<u>63,810</u>
Total operating expenses	<u>6,822,100</u>	<u>6,999,842</u>	<u>7,331,501</u>	<u>(331,659)</u>
Operating income (loss)	<u>(233,500)</u>	<u>(411,242)</u>	<u>(429,572)</u>	<u>(18,330)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	76,000	76,000	146,818	70,818
Federal sources	131,400	131,400	159,592	28,192
Investment and interest income	26,100	26,100	22,247	(3,853)
Gain on disposal of capital assets	-	-	49,061	49,061
Net nonoperating income (expense)	<u>233,500</u>	<u>233,500</u>	<u>377,718</u>	<u>144,218</u>
Net Income (loss) before other sources (uses)	-	(177,742)	(51,854)	125,888
<b>OTHER SOURCES (USES)</b>				
Transfer to Capital Projects Funds	-	(394,875)	(394,875)	-
Total other sources (uses)	<u>-</u>	<u>(394,875)</u>	<u>(394,875)</u>	<u>-</u>
Change in net position, budgetary basis	\$ <u>-</u>	<u>(572,617)</u>	(446,729)	<u>125,888</u>
Depreciation expense			(4,597,079)	
Transfer to Capital Projects Funds			394,875	
Transfers in for capital projects			800,000	
Capital contributions			<u>10,800,535</u>	
Change in net position, GAAP basis			\$ <u>6,951,602</u>	

**Enterprise Funds – Bartlett Regional Hospital****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 96,463,911
Sales	105,868
Rentals and leases	214,241
Other	72,100
Total operating revenues	<u>96,856,120</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	76,870,676
Commodities and services	23,865,602
Depreciation	7,359,594
Total operating expenses	<u>108,095,872</u>
Operating loss	<u>(11,239,752)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	2,027,638
Investment and interest income	337,009
Interest expense	(666,110)
Net nonoperating income (expense)	<u>1,698,537</u>
Net loss before contributions and transfers	(9,541,215)
Transfers in	1,594,600
Change in net position	<u>(7,946,615)</u>
Total net position at beginning of year	<u>67,371,345</u>
Total net position at end of year	\$ <u><u>59,424,730</u></u>

## Enterprise Funds – Bartlett Regional Hospital

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - positive (negative)
<b>OPERATING REVENUES</b>				
Charges for services	\$ 90,546,200	90,546,200	96,463,911	5,917,711
Sales	-	-	105,868	105,868
Rentals and leases	-	-	214,241	214,241
Other	-	-	72,100	72,100
Total operating revenues	<u>90,546,200</u>	<u>90,546,200</u>	<u>96,856,120</u>	<u>6,309,920</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	59,130,500	59,130,500	76,870,676	(17,740,176)
Commodities and services	25,326,400	25,326,400	23,865,602	1,460,798
Capital outlay	5,400,000	5,400,000	2,614,555	2,785,445
Debt principal	<u>765,000</u>	<u>765,000</u>	<u>765,000</u>	<u>-</u>
Total operating expenses	<u>90,621,900</u>	<u>90,621,900</u>	<u>104,115,833</u>	<u>(13,493,933)</u>
Operating loss	<u>(75,700)</u>	<u>(75,700)</u>	<u>(7,259,713)</u>	<u>(7,184,013)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	685,000	685,000	2,027,638	1,342,638
Investment and interest income	272,300	272,300	337,009	64,709
Interest expense	<u>(892,200)</u>	<u>(892,200)</u>	<u>(666,110)</u>	<u>226,090</u>
Net nonoperating income (expense)	<u>65,100</u>	<u>65,100</u>	<u>1,698,537</u>	<u>1,633,437</u>
Net loss before other sources (uses)	<u>(10,600)</u>	<u>(10,600)</u>	<u>(5,561,176)</u>	<u>(5,550,576)</u>
<b>OTHER SOURCES (USES)</b>				
Transfers from:				
Special Revenue Funds:				
Sales Tax	945,000	945,000	945,000	-
Tobacco Excise Tax	518,000	518,000	518,000	-
Marine Passenger Fee	<u>131,600</u>	<u>131,600</u>	<u>131,600</u>	<u>-</u>
Total other sources (uses)	<u>1,594,600</u>	<u>1,594,600</u>	<u>1,594,600</u>	<u>-</u>
Change in net position, budgetary basis	\$ <u>1,584,000</u>	<u>1,584,000</u>	(3,966,576)	<u>(5,550,576)</u>
Capitalization of assets			2,614,555	
Depreciation expense			(7,359,594)	
Principal payments on loans			765,000	
Change in net position, GAAP basis			\$ <u>(7,946,615)</u>	

**Enterprise Funds – Areawide Water Utility****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 4,628,363
Other	<u>579,225</u>
Total operating revenues	<u>5,207,588</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	1,531,257
Commodities and services	1,263,307
Depreciation	<u>2,587,385</u>
Total operating expenses	<u>5,381,949</u>
Operating loss	<u>(174,361)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	35,918
Investment and interest income	40,128
Interest expense	<u>(12,813)</u>
Net nonoperating income (expense)	<u>63,233</u>
Net loss before contributions and transfers	(111,128)
Capital contributions	<u>977,199</u>
Change in net position	866,071
Total net position at beginning of year	<u>58,745,246</u>
Total net position at end of year	\$ <u><u>59,611,317</u></u>



## Enterprise Funds – Areawide Water Utility

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Final Budget - positive (negative)
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 4,417,000	4,417,000	4,628,363	211,363
Other	526,000	526,000	579,225	53,225
Total operating revenues	<u>4,943,000</u>	<u>4,943,000</u>	<u>5,207,588</u>	<u>264,588</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	1,568,000	1,603,918	1,531,257	72,661
Commodities and services	1,447,600	1,457,600	1,278,307	179,293
Capital outlay	477,500	477,500	-	477,500
Debt principal	161,700	161,700	231,783	(70,083)
Total operating expenses	<u>3,654,800</u>	<u>3,700,718</u>	<u>3,041,347</u>	<u>659,371</u>
Operating income	<u>1,288,200</u>	<u>1,242,282</u>	<u>2,166,241</u>	<u>923,959</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	-	35,918	35,918	-
Investment and interest income	59,600	59,600	40,128	(19,472)
Contributions for water extensions	155,000	155,000	94,335	(60,665)
Water extension additions	(155,000)	(155,000)	(99,585)	55,415
Interest expense	(12,600)	(12,600)	(12,813)	(213)
Net nonoperating income (expense)	<u>47,000</u>	<u>82,918</u>	<u>57,983</u>	<u>(24,935)</u>
Net income before other sources (uses)	1,335,200	1,325,200	2,224,224	899,024
<b>OTHER SOURCES (USES)</b>				
Transfer to Capital Projects Funds	(890,000)	(890,000)	(890,000)	-
Total other sources (uses)	<u>(890,000)</u>	<u>(890,000)</u>	<u>(890,000)</u>	<u>-</u>
Change in net position, budgetary basis	\$ <u>445,200</u>	<u>435,200</u>	1,334,224	<u>899,024</u>
Encumbrance adjustment			15,000	
Capitalization of assets			99,585	
Depreciation expense			(2,587,385)	
Principal payments on loans			231,783	
Capital contributions			882,864	
Transfers out for capital projects			890,000	
Change in net position, GAAP basis			\$ <u>866,071</u>	

**Enterprise Funds – Areawide Wastewater Utility****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 11,537,215
Other	<u>368,580</u>
Total operating revenues	<u>11,905,795</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	4,112,652
Commodities and services	4,677,714
Depreciation	<u>3,385,075</u>
Total operating expenses	<u>12,175,441</u>
Operating loss	<u>(269,646)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	100,777
Investment and interest income	83,070
Interest expense	<u>(86,177)</u>
Net nonoperating income (expense)	<u>97,670</u>
Net loss before contributions and transfers	(171,976)
Capital contributions	<u>1,772,157</u>
Change in net position	1,600,181
Total net position - beginning	<u>61,663,105</u>
Total net position - ending	\$ <u><u>63,263,286</u></u>

## Enterprise Funds – Areawide Wastewater Utility

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget - positive (negative)
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 11,327,200	11,327,200	11,537,215	210,015
Special assessments	80,400	80,400	-	(80,400)
Other	180,000	180,000	368,580	188,580
Total operating revenues	<u>11,587,600</u>	<u>11,587,600</u>	<u>11,905,795</u>	<u>318,195</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	4,253,000	4,353,777	4,112,652	241,125
Commodities and services	6,219,700	6,327,860	4,751,214	1,576,646
Capital outlay	225,000	402,360	454,357	(51,997)
Debt principal	507,300	507,300	604,874	(97,574)
Total operating expenses	<u>11,205,000</u>	<u>11,591,297</u>	<u>9,923,097</u>	<u>1,668,200</u>
Operating income (loss)	<u>382,600</u>	<u>(3,697)</u>	<u>1,982,698</u>	<u>1,986,395</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	-	100,777	100,777	-
Investment and interest income	116,200	116,200	83,070	(33,130)
Contributions for sewer extensions	128,800	128,800	84,747	(44,053)
Sewer extension additions	(128,800)	(128,800)	(94,941)	33,859
Interest expense	(66,000)	(66,000)	(86,177)	(20,177)
Net nonoperating income (expense)	<u>50,200</u>	<u>150,977</u>	<u>87,476</u>	<u>(63,501)</u>
Net income before other sources (uses)	432,800	147,280	2,070,174	1,922,894
<b>OTHER SOURCES (USES)</b>				
Transfer to Capital Projects Funds	<u>(550,000)</u>	<u>(550,000)</u>	<u>(550,000)</u>	-
Total other sources (uses)	<u>(550,000)</u>	<u>(550,000)</u>	<u>(550,000)</u>	-
Change in net position, budgetary basis	\$ <u>(117,200)</u>	<u>(402,720)</u>	1,520,174	<u>1,922,894</u>
Encumbrance adjustment			116,950	
Capitalization of assets			505,848	
Depreciation expense			(3,385,075)	
Principal payments on loans			604,874	
Capital contributions			1,687,410	
Transfer out for capital projects			<u>550,000</u>	
Change in net position, GAAP basis			\$ <u>1,600,181</u>	

**Enterprise Funds – Boat Harbors****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 2,998,759
Fines and forfeitures	27,285
Rentals and leases	<u>853,903</u>
Total operating revenues	<u>3,879,947</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	1,895,481
Commodities and services	1,324,014
Depreciation	<u>1,480,028</u>
Total operating expenses	<u>4,699,523</u>
Operating loss	<u>(819,576)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	351,396
Investment and interest income	75,468
Interest expense	(514,092)
Gain on disposal of capital assets	<u>378</u>
Net nonoperating income (expense)	<u>(86,850)</u>
Net loss before contributions and transfers	(906,426)
Capital contributions	<u>4,318,291</u>
Change in net position	<u>3,411,865</u>
Total net position at beginning of year	<u>72,931,126</u>
Total net position at end of year	\$ <u><u>76,342,991</u></u>

## Enterprise Funds – Boat Harbors

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget - positive (negative)
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 2,870,000	2,870,000	2,998,759	128,759
Fines and forfeitures	20,000	20,000	27,285	7,285
Rentals and leases	850,000	850,000	853,903	3,903
Total operating revenues	<u>3,750,000</u>	<u>3,750,000</u>	<u>3,879,947</u>	<u>129,947</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	1,736,200	1,775,077	1,895,481	(120,404)
Commodities and services	1,321,100	1,321,100	1,325,764	(4,664)
Capital outlay	10,000	10,000	7,200	2,800
Debt principal	330,000	330,000	330,000	-
Total operating expenses	<u>3,397,300</u>	<u>3,436,177</u>	<u>3,558,445</u>	<u>(122,268)</u>
Operating income	<u>352,700</u>	<u>313,823</u>	<u>321,502</u>	<u>7,679</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	357,000	395,877	351,396	(44,481)
Investment and interest income	40,900	40,900	75,468	34,568
Interest expense	(388,400)	(388,400)	(514,092)	(125,692)
Gain on disposal of capital assets	-	-	378	378
Net nonoperating income (expense)	<u>9,500</u>	<u>48,377</u>	<u>(86,850)</u>	<u>(135,227)</u>
Net income before other sources (uses)	<u>362,200</u>	<u>362,200</u>	<u>234,652</u>	<u>(127,548)</u>
<b>OTHER SOURCES (USES)</b>				
Transfer to Debt Service Fund	(356,300)	(356,300)	(356,300)	-
Transfer to Capital Projects Funds	(2,333,000)	(3,833,000)	(3,833,000)	-
Total other sources (uses)	<u>(2,689,300)</u>	<u>(4,189,300)</u>	<u>(4,189,300)</u>	<u>-</u>
Change in net position, budgetary basis	\$ <u>(2,327,100)</u>	<u>(3,827,100)</u>	(3,954,648)	<u>(127,548)</u>
Encumbrance adjustment			1,750	
Capitalization of fixed assets			7,200	
Depreciation expense			(1,480,028)	
Principal payment on loan			330,000	
Capital contributions			4,318,291	
Transfers to capital projects			3,833,000	
Transfers out for debt service			<u>356,300</u>	
Change in net position, GAAP basis			\$ <u>3,411,865</u>	

**Enterprise Funds – Dock****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 1,324,406
Licenses, permits, and fees	<u>346,041</u>
Total operating revenues	<u>1,670,447</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	1,134,267
Commodities and services	810,894
Depreciation	<u>928,663</u>
Total operating expenses	<u>2,873,824</u>
Operating loss	<u>(1,203,377)</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	38,726
Federal sources	76,050
Investment and interest income	<u>14,084</u>
Net nonoperating income (expense)	<u>128,860</u>
Net loss before contributions and transfers	(1,074,517)
Capital Contributions	6,209,103
Transfers in	<u>689,800</u>
Change in net position	5,824,386
Total net position at beginning of year	<u>112,079,138</u>
Total net position at end of year	\$ <u><u>117,903,524</u></u>

## Enterprise Funds – Dock

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget - positive (negative)
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,075,000	1,075,000	1,324,406	249,406
Licenses, permits, and fees	400,000	400,000	346,041	(53,959)
Total operating revenues	<u>1,475,000</u>	<u>1,475,000</u>	<u>1,670,447</u>	<u>195,447</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	778,500	817,226	1,134,267	(317,041)
Commodities and services	692,500	950,860	810,894	139,966
Capital outlay	10,000	10,000	7,928	2,072
Total operating expenses	<u>1,481,000</u>	<u>1,778,086</u>	<u>1,953,089</u>	<u>(175,003)</u>
Operating loss	<u>(6,000)</u>	<u>(303,086)</u>	<u>(282,642)</u>	<u>20,444</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	-	-	38,726	38,726
Federal grants	-	114,776	76,050	(38,726)
Investment and interest income	75,900	75,900	14,084	(61,816)
Net nonoperating income (expense)	<u>75,900</u>	<u>190,676</u>	<u>128,860</u>	<u>(61,816)</u>
Net income (loss) before other sources (uses)	<u>69,900</u>	<u>(112,410)</u>	<u>(153,782)</u>	<u>(41,372)</u>
<b>OTHER SOURCES (USES)</b>				
Transfer from Marine Passenger Fee Fund	287,600	287,600	287,600	-
Total other sources (uses)	<u>287,600</u>	<u>287,600</u>	<u>287,600</u>	<u>-</u>
Change in net position, budgetary basis	\$ <u>357,500</u>	<u>175,190</u>	133,818	<u>(41,372)</u>
Capitalization of fixed assets			7,928	
Depreciation expense			(928,663)	
Capital contributions			6,209,103	
Transfers in to capital projects			402,200	
Change in net position, GAAP basis			\$ <u>5,824,386</u>	

**Enterprise Funds – Waste Management****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b>	
Charges for services	\$ 1,113,708
Licenses, permits, and fees	3,600
Other	<u>350</u>
Total operating revenues	<u>1,117,658</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	277,677
Commodities and services	796,888
Depreciation	<u>43,021</u>
Total operating expenses	<u>1,117,586</u>
Operating income	<u>72</u>
<b>NONOPERATING INCOME (EXPENSE)</b>	
State sources	5,273
Investment and interest income	<u>5,353</u>
Net nonoperating income (expense)	<u>10,626</u>
Net income	10,698
Total net position at beginning of year	2,050,920
Restatement	<u>62,986</u>
Total net position at end of year	\$ <u>2,124,604</u>



## Enterprise Funds – Waste Management

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Final Budget - positive (negative)
	Original	Final		
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,091,000	1,091,000	1,113,708	22,708
Licenses, permits, and fees	2,000	2,000	3,600	1,600
Other	-	-	350	350
Total operating revenues	<u>1,093,000</u>	<u>1,093,000</u>	<u>1,117,658</u>	<u>24,658</u>
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	254,600	259,873	277,677	(17,804)
Commodities and services	995,400	1,060,010	796,888	263,122
Capital outlay	<u>80,000</u>	<u>80,000</u>	<u>59,800</u>	<u>20,200</u>
Total operating expenses	<u>1,330,000</u>	<u>1,399,883</u>	<u>1,134,365</u>	<u>265,518</u>
Operating loss	<u>(237,000)</u>	<u>(306,883)</u>	<u>(16,707)</u>	<u>290,176</u>
<b>NONOPERATING INCOME (EXPENSE)</b>				
State sources	-	5,273	5,273	-
Investment and interest income	<u>20,800</u>	<u>20,800</u>	<u>5,353</u>	<u>(15,447)</u>
Net nonoperating income (expense)	<u>20,800</u>	<u>26,073</u>	<u>10,626</u>	<u>(15,447)</u>
Change in net position, budgetary basis	\$ <u>(216,200)</u>	<u>(280,810)</u>	(6,081)	<u>274,729</u>
Capitalization of assets			59,800	
Depreciation expense			<u>(43,021)</u>	
Change in net position, GAAP basis			\$ <u>10,698</u>	



## **INTERNAL SERVICE FUNDS**

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Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of CBJ, or CBJ's component unit, on a cost-reimbursement basis.

**Central Equipment Service Fund** – Provides for the maintenance, repair, and purchase of vehicles and electronics for CBJ services. Revenues are from rental charges to user departments within the City. Expenses include labor, materials, supplies, and services. Replacement of equipment is part of the rental rate of the equipment.

**Self-insurance Fund** – Provides for the cost of administering the City's Risk Management Program. This program provides coverage for the various risks of loss from legal liabilities, property damage, and workers' compensation claims. The program also provides coverage for medical, dental, and vision claims and term life coverage. Charges for services are based on estimates of the amounts needed to pay prior and current year claims in addition to the cost of the excess and special insurance policy premiums.



## Internal Service Funds

## Combining Statement of Net Position

June 30, 2017

	<u>Central Equipment Service</u>	<u>Self- Insurance</u>	<u>Totals</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
Current assets:			
Equity in central treasury	\$ 7,160,412	13,918,614	21,079,026
Receivables, net of allowance for doubtful accounts:			
State of Alaska	90,513	-	90,513
Inventories	255,592	-	255,592
Prepaid items	-	36,677	36,677
Total current assets	<u>7,506,517</u>	<u>13,955,291</u>	<u>21,461,808</u>
Non-current assets:			
Capital assets:			
Machinery, equipment, and fixtures	30,878,480	28,000	30,906,480
Less accumulated depreciation	<u>(19,252,294)</u>	<u>(19,600)</u>	<u>(19,271,894)</u>
Total capital assets, net of accumulated depreciation	<u>11,626,186</u>	<u>8,400</u>	<u>11,634,586</u>
Total non-current assets	<u>11,626,186</u>	<u>8,400</u>	<u>11,634,586</u>
Total assets	19,132,703	13,963,691	33,096,394
Deferred outflows of resources	<u>198,335</u>	<u>160,512</u>	<u>358,847</u>
Total assets and deferred outflows of resources	<u>19,331,038</u>	<u>14,124,203</u>	<u>33,455,241</u>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>			
Current liabilities:			
Accounts payable	360,915	238,439	599,354
Accrued salaries, payroll taxes, and withholdings payable	29,229	22,711	51,940
Accrued annual leave and compensation time	35,129	16,618	51,747
Accrued interest and other liabilities	-	5,838,000	5,838,000
Total current liabilities	<u>425,273</u>	<u>6,115,768</u>	<u>6,541,041</u>
Non-current liabilities:			
Accrued annual leave and compensation time	36,702	21,150	57,852
Net pension liability	<u>877,270</u>	<u>703,027</u>	<u>1,580,297</u>
Total non-current liabilities	<u>913,972</u>	<u>724,177</u>	<u>1,638,149</u>
Total liabilities	1,339,245	6,839,945	8,179,190
Deferred inflows of resources	<u>10,143</u>	<u>7,361</u>	<u>17,504</u>
Total liabilities and deferred inflows of resources	<u>1,349,388</u>	<u>6,847,306</u>	<u>8,196,694</u>
<b>NET POSITION</b>			
Net investment in capital assets	11,626,186	8,400	11,634,586
Unrestricted	<u>6,355,464</u>	<u>7,268,497</u>	<u>13,623,961</u>
Total net position	<u>\$ 17,981,650</u>	<u>7,276,897</u>	<u>25,258,547</u>

**Internal Service Funds****Combining Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

	<b>Central Equipment Service</b>	<b>Self- Insurance</b>	<b>Totals</b>
<b>OPERATING REVENUES</b> - Charges for services	<u>3,993,948</u>	<u>21,804,062</u>	<u>25,798,010</u>
<b>OPERATING EXPENSES</b>			
Salaries and fringe benefits	835,616	783,960	1,619,576
Commodities and services	1,508,600	21,962,840	23,471,440
Depreciation	<u>1,648,401</u>	<u>5,600</u>	<u>1,654,001</u>
Total operating expenses	<u>3,992,617</u>	<u>22,752,400</u>	<u>26,745,017</u>
Operating income (loss)	1,331	(948,338)	(947,007)
<b>NONOPERATING INCOME (EXPENSES)</b>			
State sources	1,516,533	15,627	1,532,160
Investment and interest income	30,032	-	30,032
Gain (Loss) on disposal of assets	<u>58,061</u>	<u>-</u>	<u>58,061</u>
Net nonoperating income (expense)	<u>1,604,626</u>	<u>15,627</u>	<u>1,620,253</u>
Change in net position	1,605,957	(932,711)	673,246
Net position at beginning of year	<u>16,375,693</u>	<u>8,209,608</u>	<u>24,585,301</u>
Net position at end of year	<u>\$ 17,981,650</u>	<u>7,276,897</u>	<u>25,258,547</u>

## Internal Service Funds

## Combining Statement of Cash Flows

For the year ended June 30, 2017

	<b>Central Equipment Service</b>	<b>Self- insurance</b>	<b>Totals</b>
<b>Increase in cash and cash equivalents:</b>			
<b>Cash flows from operating activities:</b>			
Cash receipts from users	\$ 3,993,948	21,809,872	25,803,820
Payments to suppliers for goods and services	(1,386,599)	(22,130,611)	(23,517,210)
Payments to employees for services	<u>(659,641)</u>	<u>(651,111)</u>	<u>(1,310,752)</u>
Net cash provided (used) by operating activities	<u>1,947,708</u>	<u>(971,850)</u>	<u>975,858</u>
<b>Cash flows from noncapital financing activities:</b>			
Cash from state sources	<u>1,428,008</u>	<u>15,627</u>	<u>1,443,635</u>
Net cash provided by noncapital financing activities	<u>1,428,008</u>	<u>15,627</u>	<u>1,443,635</u>
<b>Cash flows from capital and related financing activities:</b>			
Cash received from disposal of capital assets	75,381	-	75,381
Cash paid for the acquisition of capital assets	<u>(2,699,524)</u>	<u>-</u>	<u>(2,699,524)</u>
Net cash used by capital and related financing activities	<u>(2,624,143)</u>	<u>-</u>	<u>(2,624,143)</u>
<b>Cash flows from investing activities -</b>			
Earnings from invested proceeds	<u>30,032</u>	<u>-</u>	<u>30,032</u>
Net cash provided by investing activities	<u>30,032</u>	<u>-</u>	<u>30,032</u>
Net increase (decrease) in cash and cash equivalents	781,605	(956,223)	(174,618)
Cash and cash equivalents at beginning of year	<u>6,378,807</u>	<u>14,874,837</u>	<u>21,253,644</u>
Cash and cash equivalents at end of year	<u>\$ 7,160,412</u>	<u>13,918,614</u>	<u>21,079,026</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating income (loss)	\$ <u>1,331</u>	<u>(948,338)</u>	<u>(947,007)</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	1,648,401	5,600	1,654,001
Pension expense	219,203	177,508	396,711
<b>(Increase) decrease in assets and deferred outflows:</b>			
Receivables - other	-	5,810	5,810
Inventories	(37,578)	-	(37,578)
Prepaid expenses	-	(36,677)	(36,677)
Deferred outflows of resources	(55,191)	(44,690)	(99,881)
<b>Increase (decrease) in liabilities and deferred inflows:</b>			
Accounts payable	214,770	(7,404)	207,366
Accrued salaries payable	3,070	1,450	4,520
Accrued annual leave and compensation time	6,292	(3,523)	2,769
Deferred inflows of resources	(52,590)	(42,586)	(95,176)
Accrued and other liabilities	<u>-</u>	<u>(79,000)</u>	<u>(79,000)</u>
Total adjustments	<u>1,946,377</u>	<u>(23,512)</u>	<u>1,922,865</u>
Net cash provided (used) by operating activities	<u>\$ 1,947,708</u>	<u>(971,850)</u>	<u>975,858</u>

**Internal Service Funds – Central Equipment Services****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b> - Charges for services	\$ <u>3,993,948</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	835,616
Commodities and services	1,508,600
Depreciation	<u>1,648,401</u>
Total operating expenses	<u>3,992,617</u>
Operating income (loss)	<u>1,331</u>
<b>NONOPERATING INCOME (EXPENSES)</b>	
State sources	1,516,533
Investment and interest income	30,032
Interest expense	-
Gain (Loss) on disposal of assets	<u>58,061</u>
Net nonoperating income (expense)	<u>1,604,626</u>
Change in net position	1,605,957
Net position at beginning of year	<u>16,375,693</u>
Net position at end of year	\$ <u>17,981,650</u>



## Internal Service Funds – Central Equipment Services

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>OPERATING REVENUES - Charges for services</b>	\$ 4,367,400	4,367,400	3,993,948	(373,452)
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	699,400	718,062	835,616	(117,554)
Commodities and services	1,587,100	1,587,100	1,553,970	33,130
Capital outlay	1,962,800	5,375,704	4,083,564	1,292,140
Total operating expenses	4,249,300	7,680,866	6,473,150	1,207,716
Operating income (loss)	118,100	(3,313,466)	(2,479,202)	(1,581,168)
<b>NONOPERATING INCOME (EXPENSES)</b>				
State sources	-	1,563,652	1,516,533	(47,119)
Investment and interest income	52,000	52,000	30,032	(21,968)
Gain on disposal of capital assets	25,000	25,000	58,061	33,061
Total nonoperating income (expenses)	77,000	1,640,652	1,604,626	(36,026)
Change in net position - budget basis	\$ 195,100	(1,672,814)	(874,576)	(1,617,194)
Encumbrance adjustment			45,370	
Capitalization of assets			4,083,564	
Depreciation expense			(1,648,401)	
Change in net position - GAAP basis			\$ 1,605,957	

**Internal Service Funds – Self-Insurance****Statement of Revenues, Expenses, and Changes in Net Position***For the year ended June 30, 2017*

<b>OPERATING REVENUES</b> - Charges for services	\$ <u>21,804,062</u>
<b>OPERATING EXPENSES</b>	
Salaries and fringe benefits	783,960
Commodities and services	21,962,840
Depreciation	<u>5,600</u>
Total operating expenses	<u>22,752,400</u>
Operating income (loss)	<u>(948,338)</u>
<b>NONOPERATING INCOME (EXPENSES)</b>	
State sources	<u>15,627</u>
Net nonoperating income (expense)	<u>15,627</u>
Change in net position	(932,711)
Net position at beginning of year	<u>8,209,608</u>
Net position at end of year	\$ <u><u>7,276,897</u></u>

## Internal Service Funds – Self-Insurance

## Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual

For the year ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget positive (negative)
	Original	Final		
<b>OPERATING REVENUES - Charges for services</b>	\$ 20,677,100	20,677,100	21,804,063	1,126,963
<b>OPERATING EXPENSES</b>				
Salaries and fringe benefits	626,700	642,326	783,960	(141,634)
Commodities and services	21,797,600	22,117,200	21,976,181	141,019
Total operating expenses	22,424,300	22,759,526	22,760,141	(615)
Operating income (loss)	(1,747,200)	(2,082,426)	(956,078)	1,127,578
<b>NONOPERATING INCOME (EXPENSES)</b>				
State sources	-	15,626	15,627	1
Change in net position - budget basis	\$ (1,747,200)	(2,066,800)	(940,451)	1,127,579
Encumbrance adjustment			13,340	
Depreciation expense			(5,600)	
Change in net position - GAAP basis			\$ (932,711)	



## **AGENCY FUNDS**

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Agency Funds are used to report assets and liabilities for deposits and investments entrusted to CBJ as an agent for others and therefore do not support any CBJ programs.

**Mental Health Payee** – To account for monies received from private sources to be used for the purchase of books for substance abuse patients during Christmas at Rainforest Recovery Center.

**Sister City** – To account for monies received from private sources to be used to promote relationships between Juneau and her sister cities.

**Museum Grant** – To account for monies received from private sources to be granted to local organizations and individuals to promote historical projects.

**Juneau Public Library Endowment** – To account for monies received from private sources to be granted to local organizations to promote the local library infrastructure.

**Agency Funds****Combining Statement of Fiduciary Assets and Liabilities***June 30, 2017*

	Mental Health Payee	Sister City	Museum Grant	Juneau Public Library Endowment	Totals
<b>ASSETS</b>					
Equity in central treasury	\$ 1,283	261	30,173	891,854	923,571
Plant and equipment	-	-	-	7,588	7,588
Total assets	<u>\$ 1,283</u>	<u>261</u>	<u>30,173</u>	<u>899,442</u>	<u>931,159</u>
<b>LIABILITIES</b>					
Accrued and other liabilities	\$ 1,283	261	30,173	899,442	931,159
Total liabilities	<u>\$ 1,283</u>	<u>261</u>	<u>30,173</u>	<u>899,442</u>	<u>931,159</u>

## Agency Funds

## Combining Statement of Changes in Fiduciary Assets and Liabilities

For the year ended June 30, 2017

	Balance at July 1, 2016	Increase	Decrease	Balance at June 30, 2017
<b>Mental Health Payee:</b>				
Assets				
Equity in central treasury	\$ 1,342	-	59	1,283
Total assets	<u>\$ 1,342</u>	<u>-</u>	<u>59</u>	<u>1,283</u>
Liabilities				
Accrued and other liabilities	\$ 1,342	-	59	1,283
Total liabilities	<u>\$ 1,342</u>	<u>-</u>	<u>59</u>	<u>1,283</u>
<b>Sister City:</b>				
Assets				
Equity in central treasury	\$ 557	3	299	261
Total assets	<u>\$ 557</u>	<u>3</u>	<u>299</u>	<u>261</u>
Liabilities				
Accrued and other liabilities	\$ 557	3	299	261
Total liabilities	<u>\$ 557</u>	<u>3</u>	<u>299</u>	<u>261</u>
<b>Museum Grant:</b>				
Assets				
Equity in central treasury	\$ 31,820	524	2,171	30,173
Total assets	<u>\$ 31,820</u>	<u>524</u>	<u>2,171</u>	<u>30,173</u>
Liabilities				
Accrued and other liabilities	\$ 31,820	524	2,171	30,173
Total liabilities	<u>\$ 31,820</u>	<u>524</u>	<u>2,171</u>	<u>30,173</u>
<b>Juneau Public Library Endowment:</b>				
Assets				
Equity in central treasury	\$ 819,890	85,169	13,205	891,854
Plant and equipment	7,588	-	-	7,588
Total assets	<u>\$ 827,478</u>	<u>85,169</u>	<u>13,205</u>	<u>899,442</u>
Liabilities				
Accrued and other liabilities	\$ 827,478	85,169	13,205	899,442
Total liabilities	<u>\$ 827,478</u>	<u>85,169</u>	<u>13,205</u>	<u>899,442</u>
<b>Total - All Agency Funds:</b>				
Assets				
Equity in central treasury	\$ 853,609	85,696	15,734	923,571
Plant and equipment	7,588	-	-	7,588
Total assets	<u>\$ 861,197</u>	<u>85,696</u>	<u>15,734</u>	<u>931,159</u>
Liabilities				
Accrued and other liabilities	\$ 861,197	85,696	15,734	931,159
Total liabilities	<u>\$ 861,197</u>	<u>85,696</u>	<u>15,734</u>	<u>931,159</u>





**CAPITAL ASSETS  
USED IN THE OPERATION OF  
GOVERNMENTAL FUNDS**

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- **Schedule by Source**
- **Schedule by Function and Activity**
- **Schedule of Changes by Function and Activity**

**Capital Assets Used in the Operation of Governmental Funds****Schedule by Source***June 30, 2017*

Governmental Funds Capital Assets:	
Land	\$ 35,070,320
Buildings and improvements	413,183,937
Machinery, equipment, and fixtures	32,592,046
Infrastructure	232,575,511
Construction in progress	<u>124,228,602</u>
Total Governmental Funds Capital Assets	\$ <u>837,650,416</u>
Investment in Governmental Funds Capital Assets by Source:	
General Fund	\$ 1,892,365
Special Revenue Funds	3,601,881
Capital Projects Funds	732,693,858
Donations	<u>99,462,312</u>
Total Governmental Funds Capital Assets	\$ <u>837,650,416</u>

## Capital Assets Used in the Operation of Governmental Funds

## Schedule by Function and Activity

June 30, 2017

	Land	Buildings and improvements	Machinery, equipment, and fixtures	Infrastructure	Construction work in progress	Totals
Legislative	\$ -	2,801,543	611,568	-	-	3,413,111
Legal	-	-	38,494	-	-	38,494
Administration:						-
Human Resources/Clerk	-	-	7,994	-	-	7,994
Management Information Systems	-	-	2,298,942	-	-	2,298,942
Lands	13,403,805	797,942	125,981	175,547	-	14,503,275
Education	2,212,963	297,501,211	5,442,320	469,306	-	305,625,800
Community Development	326,964	8,003,639	199,181	-	-	8,529,784
Finance	-	34,700	166,297	-	-	200,997
Libraries	94,544	21,559,014	887,809	-	-	22,541,367
Recreation:						-
Parks and Landscape Maintenance	9,721,641	16,850,693	526,636	702,298	-	27,801,268
Eaglecrest	-	6,567,914	6,835,196	263,610	-	13,666,720
Parks and Recreation	3,496,470	10,262,622	998,606	-	-	14,757,698
Public Safety:						-
Police	920,812	8,514,260	5,733,548	1,339,709	-	16,508,329
Fire	642,315	11,915,296	2,033,231	-	-	14,590,842
Public Works:						-
Building Maintenance	-	154,698	-	-	-	154,698
Downtown Parking	-	18,941,234	430,767	-	-	19,372,001
Streets	1,652,805	2,313,162	50,357	229,625,041	-	233,641,365
Public Transportation	-	540,465	5,605,943	-	-	6,146,408
Tourism and Conventions	2,598,001	6,425,544	599,176	-	-	9,622,721
Construction Work in Progress	-	-	-	-	124,228,602	124,228,602
	<u>\$ 35,070,320</u>	<u>413,183,937</u>	<u>32,592,046</u>	<u>232,575,511</u>	<u>124,228,602</u>	<u>837,650,416</u>

**Capital Assets Used in the Operation of Governmental Funds****Schedule of Changes by Function and Activity**

Year ended June 30, 2017

All Asset Types:	Beginning Balances	Additions	Deletions	Ending Balances
Legislative	\$ 3,834,149	126,761	406,650	3,554,260
Legal	26,370	12,124	-	38,494
Administration:				
Human Resources/Clerk	7,994	-	-	7,994
Management Information Systems	2,269,378	652,754	-	2,922,132
Lands	15,863,077	353,653	9,175	16,207,555
Education	319,499,130	22,291,506	22,339,379	319,451,257
Community Development	8,577,334	-	47,550	8,529,784
Finance	5,630,597	38,053	-	5,668,650
Libraries	21,442,014	14,785,418	13,644,563	22,582,869
Recreation:				
Parks and Landscape Maintenance	31,869,859	2,789,913	801,614	33,858,158
Eaglecrest	18,355,164	230,377	-	18,585,541
Parks and Recreation	39,402,651	1,001,877	1,701,605	38,702,923
Public Safety:				
Police	16,396,385	111,944	-	16,508,329
Fire	14,905,267	83,684	-	14,988,951
Public Works:				
Building Maintenance	154,698	-	-	154,698
Downtown Parking	18,943,094	18,664,248	18,058,199	19,549,143
Streets	271,789,098	10,346,082	1,253,763	280,881,417
Public Transportation	7,910,152	4,887,533	44,141	12,753,544
Community Projects	8,441,359	854,183	11,128	9,284,414
Tourism and Conventions	13,414,987	5,317	1	13,420,303
	<u>\$ 818,732,757</u>	<u>77,235,427</u>	<u>58,317,768</u>	<u>837,650,416</u>

## **ADDITIONAL INFORMATION**

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These schedules provide additional fiscal data considered valuable in meeting other informational needs and in providing a better understanding of the finances of the City and Borough.

**Current Capital Projects by Category**

Year ended June 30, 2017

	Project number	Project budget	Project expenditures	encum- brances	project commitment	future financing	Percent expended
<b>GOVERNMENTAL CAPITAL PROJECTS</b>							
<b>Schools:</b>							
Gastineau Elementary Renovation	S02-094	\$ 13,322,675	13,121,958	23,471	177,246	-	99%
JSD Facilities Reno and Repair	S02-101	150,662	134,726	466	15,470	-	90%
JSD Deferred Main/Minor Impr	S02-102	1,350,000	430,887	311,874	607,239	-	55%
JSD Comprehensive Facility Plan	S02-103	300,000	137,886	500	161,614	-	46%
Total Schools		<u>15,123,337</u>	<u>13,825,457</u>	<u>336,311</u>	<u>961,569</u>	<u>-</u>	
<b>Roads and Sidewalks:</b>							
Pavement Management	R72-004	11,180,457	10,707,573	150,165	322,719	-	97%
Sidewalk & Stairway Repairs	R72-035	980,000	772,639	628	206,733	-	79%
Valley Snow Storage Permitting	R72-038	1,791,562	1,645,295	3,498	142,769	-	92%
West Juneau - Douglas Access Study	R72-041	275,000	142,744	-	132,256	-	52%
Lemon Flats 2nd Access ROW	R72-043	86,510	4,750	-	81,760	-	5%
Montana Creek Closure/Prkg Modification	R72-048	100,000	85,701	-	14,299	-	86%
Eagles Edge Utility LID	R72-053	3,719,856	3,065,917	393,859	260,080	-	93%
Areawide Drainage Improvements	R72-056	1,141,736	699,749	-	441,987	-	61%
Main Street 2nd to 7th	R72-059	3,065,273	3,061,039	-	4,234	-	100%
City Shop Demolition/Removal	R72-060	300,000	200,472	88,854	10,674	-	96%
Industrial Boulevard Match	R72-061	1,365,428	132,075	-	1,233,353	-	10%
Street Main Shop Dsgn - New Location	R72-081	13,091,135	12,954,698	10,000	126,437	-	99%
Glacier Avenue Intersection	R72-101	15,000	-	-	15,000	-	-
Flood Plain Mapping Tech Assist	R72-103	150,000	57,348	-	92,652	-	38%
Lakewood Subdivision Recon - Ph II	R72-104	2,648,322	2,625,753	9,283	13,286	-	99%
Meadow Lane Improvements	R72-107	1,325,000	1,157,781	102,637	64,582	-	95%
Vactor Dump	R72-109	150,000	146,976	-	3,024	-	98%
Areawide Snow Storage Facility	R72-110	250,000	-	-	250,000	-	-
Distin/W 8th St Reconstruction	R72-111	1,121,000	782,678	35,074	303,248	-	73%
McGinnis Sub LID Ph 1	R72-112	2,675,000	1,463,914	401,464	809,622	-	70%
Scott Drive Improvements	R72-113	524,000	520,654	-	3,346	-	99%
Blueberry Hills Road	R72-114	2,554,908	1,025,872	737,080	791,956	-	69%
Dunn Street	R72-115	396,350	60,208	336,034	108	-	100%
Downtown Street Improvements	R72-116	2,350,000	1,681,940	451,605	216,455	-	91%
DOT Riverside/Stephen Richards	R72-117	150,000	25,961	-	124,039	-	17%
Front Street Douglas	R72-119	600,000	437,204	13,335	149,461	-	75%
River Road Reconstruction LID	R72-120	150,000	-	-	150,000	-	-
Bridge Repairs	R72-121	150,000	12,732	9,705	127,563	-	15%
Retaining Wall Repairs	R72-122	150,000	41,149	-	108,851	-	27%
West 8th Street Reconstruction	R72-123	650,000	10,797	10,494	628,709	-	3%
Whittier Street	R72-124	2,850,000	1,291,169	1,065	1,557,766	-	45%
Aspen Avenue - Mend to Portage	R72-125	1,619,237	255,177	1,126,816	237,244	-	85%
F St Douglas - 3rd to 5th	R72-126	500,000	-	-	500,000	-	-
East Street - 5th to 6th	R72-127	475,000	-	356,622	118,378	-	75%
Total Roads and Sidewalks		<u>58,550,774</u>	<u>45,069,965</u>	<u>4,238,218</u>	<u>9,242,591</u>	<u>-</u>	
<b>Fire and Safety:</b>							
Glacier Fire Station	F21-036	104,448	102,667	-	1,781	-	98%
Central Fire Station Paving	F21-037	350,000	295,442	-	54,558	-	84%
Total Fire and Safety		<u>454,448</u>	<u>398,109</u>	<u>-</u>	<u>56,339</u>	<u>-</u>	
<b>Community Development:</b>							
Replace Core Financial System	D12-016	5,900,000	5,467,653	422,541	9,806	-	100%
Cultural Gateway	D12-027	100,000	-	-	100,000	-	-
Manager's Energy Efficiency Projects	D12-045	434,340	244,765	723	188,852	-	57%
Open Space Waterfront Land Acq.	D12-070	3,878,955	2,023,840	-	1,855,115	-	52%
Gastineau Apartments Demo	D12-081	1,800,000	1,692,068	7,651	100,281	-	94%

(Continued)

## Current Capital Projects by Category

Year ended June 30, 2017

	Project number	Project budget	Project expenditures	Project encum- brances	Remaining project commitment	Required future financing	Percent expended
GOVERNMENTAL CAPITAL PROJECTS (continued)							
Community Development (continued):							
Infrastructure Deferred Maintenance	D12-094	\$ -	-	-	-	-	-
Vehicle & Equip Wash Bays Plan & Dsgn	D12-095	100,000	9,614	-	90,386	-	10%
Lemon Crk Comm Cntr 2nd Access	D14-019	300,000	130,441	-	169,559	-	43%
Lemon Creek Gravel Scale Rplcm	D14-020	100,000	94,050	-	5,950	-	94%
North Lemon Creek Gravel Source	D14-037	787,265	411,478	-	375,787	-	52%
Lemon Creek Subdivision	D14-050	50,000	5,684	-	44,316	-	11%
Peterson Hill Land Inventory & Planning	D14-051	4,907,229	545,069	64,362	4,297,798	-	12%
N. Douglas Hwy Extension	D14-060	2,972,785	1,841,732	336,401	794,652	-	73%
Housing Land Development	D14-096	380,000	105,981	222,355	51,664	-	86%
City Museum Exhibit Case Replacement	D23-059	100,000	41,502	18,209	40,289	-	60%
AJ Mine	D24-001	250,000	141,149	-	108,851	-	56%
Contaminated Sites Reporting	D24-010	176,951	103,052	4,102	69,797	-	61%
Storm Water Policies	D24-043	240,000	197,914	-	42,086	-	82%
Mountain Operations & Lifts	D28-054	1,528,132	1,423,134	17,345	87,653	-	94%
Eaglecrest Learning Center & Lodge Reno	D28-097	3,558,964	3,486,014	40,647	32,303	-	99%
Eaglecrest Def Maint/Mtn Op & Impr	D28-098	265,000	9,673	4,940	250,387	-	6%
Juneau Arts & Culture Center Impr	D44-049	600,000	569,991	-	30,009	-	95%
Capital Transit Bus Shelters	D71-053	632,980	332,656	-	300,324	-	53%
Capital Transit - Transit Plan	D71-084	175,000	169,220	-	5,780	-	97%
Capital Transit Maint Shop	D71-085	6,488,301	6,031,415	56,201	400,685	-	94%
Transit Technology	D71-086	100,000	68,797	28,132	3,071	-	97%
Dtwn Passenger Transportation Impr	D71-087	150,000	5,048	-	144,952	-	3%
Switzer Area Muni Land Development	M14-062	1,550,000	1,087,087	30,990	431,923	-	72%
IT Infrastructure Modernization	M15-002	980,382	623,190	30,521	326,671	-	67%
Total Community Development		38,506,284	26,862,217	1,285,120	10,358,947	-	
Parks and Recreation:							
Parks & Playground Improvements	P41-059	3,572,859	2,887,835	138,072	546,952	-	85%
Sports Field Repairs	P41-085	1,543,139	1,035,841	3,629	503,669	-	67%
Outer Point Trail	P41-088	145,000	115,673	-	29,327	-	80%
Restrooms, Paving, & Concessions	P41-089	1,307,789	921,530	71,746	314,513	-	76%
Bridge Park	P41-090	1,560,000	486,772	381,246	691,982	-	56%
Horse Tram Trail Repairs	P41-091	125,000	-	-	125,000	-	-
Arboretum Parking Lot & Conservatory	P42-076	90,000	-	-	90,000	-	-
Arboretum Residence Def Maintenance	P42-077	127,000	6,391	12,380	108,229	-	15%
Deferred Building Maintenance III	P44-073	7,690,503	6,664,924	113,143	912,436	-	88%
Mt. Jumbo Gym Roof	P44-085	250,000	-	-	250,000	-	-
AB Pool Short-term Repairs	P44-086	395,000	5,587	-	389,413	-	1%
Centennial Hall Floor Replacement	P44-087	125,000	2,004	-	122,996	-	2%
Auke Lake Wayside DOT/PT Match	P46-069	170,000	91,373	24,321	54,306	-	68%
Treadwell Historic Plan & Construction	P46-078	128,001	110,631	-	17,370	-	86%
Dimond Park Swimming Pool	P46-079	21,850,365	21,370,730	15,113	464,522	-	98%
Bicycle Racks	P46-089	50,000	41,865	-	8,135	-	84%
OHV Park Site Analysis	P46-090	245,000	95,394	-	149,606	-	39%
Under Thunder Trail	P46-091	100,000	-	-	100,000	-	-
Bridget Cove Trail	P46-094	80,000	59,103	-	20,897	-	74%
ZGYC & AP Pool Improvements	P46-101	55,000	-	-	55,000	-	-
Trail Improvements	P46-102	200,000	693	-	199,307	-	-
Kax Trail Bridge River Bank St	P46-103	200,000	-	-	200,000	-	-
Treadwell Ditch Trail Repairs	P46-104	150,000	65,657	7,007	77,336	-	48%
Treadwell Mine Park Preservation	P46-105	275,000	138,131	-	136,869	-	50%
Augustus Brown Pool covers	P46-106	151,864	-	-	151,864	-	-
Centennial Hall Renovation	P47-072	3,820,230	3,795,577	-	24,653	-	99%
Willoughby District Parking	P48-087	1,574,466	158,516	2,067	1,413,883	-	10%

(Continued)

**Current Capital Projects by Category**

Year ended June 30, 2017

	Project number	Project budget	Project expenditures	Project encum- brances	Remaining project commitment	Required future financing	Percent expended
GOVERNMENTAL CAPITAL PROJECTS (continued)							
Parks and Recreation (continued):							
Downtown Parking Improvement	P48-088	\$ 575,000	18,627	-	556,373	-	3%
Total Parks and Recreation		46,556,216	38,072,854	768,724	7,714,638	-	
Total Governmental Capital Projects		159,191,059	124,228,602	6,628,373	28,334,084	-	
ENTERPRISE CAPITAL PROJECTS							
Juneau International Airport:							
Airport Project Design Fund	A50-001	305,331	136,346	3,000	165,985	-	46%
Airport Constr contingency Reserve	A50-031	47,151	-	-	47,151	-	-
Airport Revolving Capital Account	A50-033	488,600	-	-	488,600	-	-
Airport Water/Sewer Extension	A50-061	1,107,695	1,078,369	-	29,326	-	97%
Purchase Land/Airport Expansion	A50-071	1,000,000	33,382	-	966,618	-	3%
Runway Safety Area (RSA) Phase 7	A50-078	26,549,599	26,228,278	-	321,321	-	99%
Runway Rehabilitation	A50-079	23,689,282	22,817,551	43,470	828,261	-	97%
Master Plan Study	A50-080	787,789	721,407	63,053	3,329	-	100%
Runway 26 MALSR	A50-081	93,750	3,372	-	90,378	-	4%
ARRF Building Modifications	A50-083	2,611,722	2,141,246	106,090	364,386	-	86%
RSA Phase IIB & Fence	A50-084	868,025	788,606	2,514	76,905	-	91%
New Terminal Renovation	A50-085	7,486,920	539,136	243,007	6,704,777	-	10%
Snow Removal Equipment Building	A50-086	20,697,208	4,908,060	11,157,736	4,631,412	-	78%
Taxiway A & RIM	A50-087	700,000	509,940	30,283	159,777	-	77%
Construction RSA IIB	A50-088	3,746,000	1,989,033	1,249,504	507,463	-	86%
Part 121 Ramp	A50-089	612,414	412,884	130,120	69,410	-	89%
Total Airport		90,791,486	62,307,610	13,028,777	15,455,099	-	
Bartlett Regional Hospital:							
Child & Adolescent Mental Health	B55-059	6,000,000	11,850	44,240	5,943,910	-	1%
BRH Information Services Facility	B55-073	1,000,000	-	-	1,000,000	-	-
BRH Operating Room Renovation	B55-074	2,000,000	-	-	2,000,000	-	-
BRH Roof for Medical Arts Bldg	B55-075	250,000	-	-	250,000	-	-
BRH Roof Replacement - RRC	B55-076	300,000	-	-	300,000	-	-
Total Hospital		9,550,000	11,850	44,240	9,493,910	-	
Boat Harbors							
Juneau Harbors Deferred Maint	H51-085	18,273,372	18,181,095	76,001	16,276	-	100%
Statter Harbor Loading Facility/EIS	H51-093	27,003,700	26,089,116	240,256	674,328	-	98%
Aurora Harbor Improvements	H51-100	17,141,941	11,741,580	3,726,091	1,674,270	-	90%
Amalga Fish Clearing Station	H51-105	50,000	8,150	-	41,850	-	16%
Statter Harbor Breakwater Improvements	H51-106	333,000	-	-	333,000	-	-
Total Harbors		62,802,013	56,019,941	4,042,348	2,739,724	-	
Dock:							
Marine Park/Steamship Wharf II	H51-083	210,000	159,477	3,800	46,723	-	78%
Waterfront Seawalk	H51-091	9,164,456	8,814,230	319,138	31,088	-	100%
Waterfront Seawalk II	H51-092	15,234,700	12,312,201	2,123,191	799,308	-	95%
Downtown Cruise Ship Berth Enhanc	H51-095	11,443,082	11,400,680	13,194	29,208	-	100%
Cruise Berth Improvements	H51-101	73,757,482	68,749,957	652,249	4,355,276	-	94%
Weather Monitor & Communications	H51-103	172,500	163,250	-	9,250	-	95%
Dock Cathodic Protection	H51-104	500,000	223,351	-	276,649	-	45%
Tug Assist	H51-107	70,000	6,300	-	63,700	-	9%
Statter Harbor Improvement Phase III	H51-108	4,600,000	334,156	-	4,265,844	-	7%
Total Dock		115,152,220	102,163,602	3,111,572	9,877,046	-	
Areawide Water Utility:							
Replace Core Financial System	D12-016	100,000	100,000	-	-	-	100%
Parks & Playground Improvements	P41-059	405,000	405,000	-	-	-	100%

(Continued)



## Current Capital Projects by Category

Year ended June 30, 2017

	Project number	Project budget	Project expenditures	Project encum- brances	Remaining project commitment	Required future financing	Percent expended
ENTERPRISE CAPITAL PROJECTS (continued)							
Areawide Water Utility (continued):							
Pavement Management	R72-004	\$ 60,000	60,000	-	-	-	100%
Main Street 2nd to 7th	R72-059	222,332	222,332	-	-	-	100%
Lakewood Subdivision Recon - Ph II	R72-104	20,000	20,000	-	-	-	100%
Distin/W 8th St Reconstruction	R72-111	150,000	150,000	-	-	-	100%
McGinnis Sub LID Ph 1	R72-112	30,000	30,000	-	-	-	100%
Blueberry Hills Road	R72-114	200,000	196,071	-	3,929	-	98%
Dunn Street	R72-115	115,000	47,204	-	67,796	-	41%
Downtown Street Improvements	R72-116	150,000	150,000	-	-	-	100%
Front Street Douglas	R72-119	150,000	150,000	-	-	-	100%
West 8th Street Reconstruction	R72-123	70,000	70,000	-	-	-	100%
Aspen Avenue - Mend to Portage	R72-125	150,000	150,000	-	-	-	100%
F St Douglas - 3rd to 5th	R72-126	50,000	50,000	-	-	-	100%
East Street - 5th to 6th	R72-127	70,000	59,307	-	10,693	-	85%
Areawide Water Main Repairs	W75-036	505,433	369,969	-	135,464	-	73%
Last Chance Basin Hydro-Geo Inv	W75-037	5,454,136	3,431,823	-	2,022,313	-	63%
Salmon Creek Secondary Disinfection	W75-044	6,379,501	5,389,434	-	990,067	-	84%
SCADA Upgrades	W75-046	305,000	78,741	-	226,259	-	26%
Back Loop Rd Auke Bay Waterline	W75-048	851,576	275,000	21,994	554,582	-	35%
Egan Drive Water - Main to Tenth	W75-050	2,080,939	914,701	36,805	1,129,433	-	46%
Brotherhood Bridge Waterline	W75-051	50,000	33,595	-	16,405	-	67%
Crow Hill Reservoir Improvements	W75-052	700,000	396,188	92,527	211,285	-	70%
Douglas Highway Water Replacement	W75-054	1,439,157	208,951	1,337	1,228,869	-	15%
Total Water		<u>19,708,074</u>	<u>12,958,316</u>	<u>152,663</u>	<u>6,597,095</u>	<u>-</u>	
Areawide Wastewater Utility:							
Replace Core Financial System	D12-016	100,000	100,000	-	-	-	100%
Parks & Playground Improvements	P41-059	100,000	100,000	-	-	-	100%
Pavement Management	R72-004	40,000	40,000	-	-	-	100%
Eagles Edge Utility LID	R72-053	20,000	20,000	-	-	-	100%
Lakewood Subdivision Recon - Ph II	R72-104	150,000	150,000	-	-	-	100%
Distin/W 8th St Reconstruction	R72-111	100,000	100,000	-	-	-	100%
McGinnis Sub LID Ph 1	R72-112	20,000	20,000	-	-	-	100%
Front Street Douglas	R72-119	150,000	150,000	-	-	-	100%
Whittier Street	R72-124	150,000	150,000	-	-	-	100%
Aspen Avenue - Mend to Portage	R72-125	100,000	100,000	-	-	-	100%
F St Douglas - 3rd to 5th	R72-126	100,000	1,733	-	98,267	-	2%
East Street - 5th to 6th	R72-127	50,000	-	-	50,000	-	-
Wastewater SCADA Improvements	U76-004	812,284	102,113	-	710,171	-	13%
Auke Bay Sewer Extension	U76-014	75,000	49,784	-	25,216	-	66%
JD Plant Infrastructure Improv	U76-015	204,245	182,858	-	21,387	-	90%
Glacier Hwy Sewer - Anka to Walmart	U76-100	1,825,766	427,570	186,759	1,211,437	-	34%
Facilities Planning	U76-103	250,000	-	-	250,000	-	-
Treatment Plants Headworks Improv	U76-106	5,610,000	992,682	2,205,716	2,411,602	-	57%
MWWTP Instrumentation Upgrades	U76-107	300,000	-	-	300,000	-	-
MWWTP Roof Repair	U76-108	850,000	-	-	850,000	-	-
BioSolids Treatment and Disposal	U76-109	17,260,667	1,703,933	5,382,474	10,174,260	-	41%
MWWTP Odor Control	U76-110	102,838	-	-	102,838	-	-
Back Loop Rd Auke Bay Waterline	W75-048	75,000	38,635	-	36,365	-	52%
Total Wastewater		<u>28,445,800</u>	<u>4,429,308</u>	<u>7,774,949</u>	<u>16,241,543</u>	<u>-</u>	
Waste Management:							
Street Main Shop Dsgn - New Location	R72-081	850,000	850,000	-	-	-	100%
Total Waste Management		<u>850,000</u>	<u>850,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Total Enterprise Capital Projects		<u>327,299,593</u>	<u>238,740,627</u>	<u>28,154,549</u>	<u>60,404,417</u>	<u>-</u>	
Grand Total Capital Projects		<u>\$ 486,490,652</u>	<u>362,969,229</u>	<u>34,782,922</u>	<u>88,738,501</u>	<u>-</u>	

**Closed Capital Projects by Category**

Year ended June 30, 2017

	<u>Project number</u>	<u>Project budget</u>	<u>Project expenditures</u>	<u>Percent expended</u>
<b>GOVERNMENTAL CAPITAL PROJECTS</b>				
Schools:				
Auke Bay Elementary Site Renovation	S02-095	\$ <u>22,339,379</u>	<u>22,339,379</u>	100%
Total Schools		<u>22,339,379</u>	<u>22,339,379</u>	
Roads and Sidewalks:				
Berners Ave. Reconstruction	R72-051	1,203,763	1,203,763	100%
SRTS - Gastineau Elementary	R72-118	<u>50,000</u>	<u>50,000</u>	100%
Total Roads and Sidewalks		<u>1,253,763</u>	<u>1,253,763</u>	
Community Development:				
City Hall Generator/UPS	D15-023	406,650	406,650	100%
Dimond Park Library Planning	L23-058	<u>13,551,999</u>	<u>13,551,999</u>	100%
Total Community Development		<u>13,958,649</u>	<u>13,958,649</u>	
Parks and Recreation:				
Fish Creek Improvements	P41-027	279,144	279,144	100%
Dimond Park Entrance & Paths	P41-087	150,000	150,000	100%
Jensen Olson Arboretum	P42-075	88,240	88,240	100%
Montana Creek Bike Trail	P46-047	56,592	56,592	100%
Auke Lake Trail ADA Upgrades	P46-058	227,640	227,640	100%
JDCM Remodel/New Exhibit	P46-067	1,161,015	1,161,015	100%
LCB Mining Museum Pedestrian Bridge	P46-070	83,598	83,598	100%
Empty Chair Project	P46-097	94,378	94,378	100%
AJ Mine Power Tower Stabilization	P46-098	11,130	11,130	100%
P&R Department Review	P46-099	64,479	64,479	100%
Augustus Brown Pool HVAC	P46-100	298,136	298,136	100%
Downtown Transportation Center	P71-055	<u>18,058,200</u>	<u>18,058,200</u>	100%
Total Parks and Recreation		<u>20,572,552</u>	<u>20,572,552</u>	
Total Governmental Capital Projects		<u>58,124,343</u>	<u>58,124,343</u>	
<b>ENTERPRISE CAPITAL PROJECTS</b>				
Juneau International Airport:				
Part 121 Ramp Reconstruction Phase 1	A50-068	2,044,871	2,044,871	100%
Airport Terminal Expansion	A50-073	22,067,625	22,067,625	100%
Runway Safety Area Construction	A50-074	58,617,341	58,617,341	100%
Design/Construct Snow Removal Equip Bldg.	A50-077	3,241,616	3,241,616	100%
ARFF Truck	A50-082	<u>672,316</u>	<u>672,316</u>	100%
Total Airport		<u>86,643,769</u>	<u>86,643,769</u>	
Boat Harbors				
Auke Bay Loader Facility/Statter Elec Upgrade	H51-074	<u>11,324,741</u>	<u>11,324,741</u>	100%
Total Harbors		<u>11,324,741</u>	<u>11,324,741</u>	
Areawide Water Utility:				
Berners Ave. Reconstruction	R72-051	20,000	20,000	100%
Incinerator Repairs/Biosolids	U76-012	<u>5,577</u>	<u>5,577</u>	100%
Total Water		<u>25,577</u>	<u>25,577</u>	
Areawide Wastewater Utility:				
Incinerator Repairs/Biosolids	U76-012	<u>2,127,639</u>	<u>2,127,639</u>	100%
Total Wastewater		<u>2,127,639</u>	<u>2,127,639</u>	
Total Enterprise Capital Projects		<u>100,121,726</u>	<u>100,121,726</u>	
Grand Total Capital Projects		\$ <u>158,246,069</u>	<u>158,246,069</u>	

## STATISTICAL SECTION

The statistical section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

	<u>Pages</u>
<b><u>Financial Trends</u></b> – These schedules contain trend information to help the reader understand how the city's financial performance has changed over time.	170-181
<b><u>Revenue Capacity</u></b> – These schedules contain information to help the reader assess the city's two most significant local revenue sources; property and sales tax.	182-195
<b><u>Debt Capacity</u></b> – These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.	196-201
<b><u>Economic and Demographic Information</u></b> – These schedules offer economic and demographic indicators to help the reader understand the environment within which the city's financial activities take place.	202-209
<b><u>Operating Information</u></b> – These schedules contain service and infrastructure indicators to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.	210-215

*Source:*

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year.

*Notes:*

A Principal Employers table is not included due to Federal and State interpretation of unemployment insurance confidentiality laws (20CFR603 and AS23.20.110).

City and Borough of Juneau has no overlapping debt. Therefore an Overlapping Debt table has been omitted.

**Net Position by Component***Last Ten Fiscal Years (accrual basis of accounting)*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Governmental activities				
Net investment in capital assets	\$ 359,122,544	366,047,060	344,714,712	329,906,502
Restricted	42,955,244	37,304,151	16,458,179	36,448,055
Unrestricted (deficit)	<u>(6,909,778)</u>	<u>(23,000,539)</u>	<u>8,938,201</u>	<u>33,549,303</u>
Total governmental activities net position	<u>395,168,010</u>	<u>380,350,672</u>	<u>370,111,092</u>	<u>399,903,860</u>
Business-type activities				
Net investment in capital assets	488,478,452	462,249,780	415,945,310	373,291,515
Restricted	40,925,978	46,359,045	73,798,632	56,070,500
Unrestricted	<u>26,977,961</u>	<u>37,487,807</u>	<u>50,817,348</u>	<u>80,380,630</u>
Total business-type activities net position	<u>556,382,391</u>	<u>546,096,632</u>	<u>540,561,290</u>	<u>509,742,645</u>
Primary government				
Net investment in capital assets	847,600,996	828,296,840	760,660,022	703,198,017
Restricted	83,881,222	83,663,196	90,256,811	92,518,555
Unrestricted	<u>20,068,183</u>	<u>14,487,268</u>	<u>59,755,549</u>	<u>113,929,933</u>
Total primary government net position	<u>\$ 951,550,401</u>	<u>926,447,304</u>	<u>910,672,382</u>	<u>909,646,505</u>

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
316,926,854	304,561,099	289,200,623	270,216,369	243,217,592	230,383,141
32,767,568	36,251,627	41,614,159	48,617,159	52,439,207	44,343,226
<u>33,519,463</u>	<u>28,367,212</u>	<u>31,448,249</u>	<u>33,321,579</u>	<u>35,521,692</u>	<u>35,691,188</u>
<u>383,213,885</u>	<u>369,179,938</u>	<u>362,263,031</u>	<u>352,155,107</u>	<u>331,178,491</u>	<u>310,417,555</u>
365,183,003	336,446,792	314,162,017	284,970,549	267,146,690	236,117,995
50,737,708	47,008,914	39,127,406	32,260,795	34,415,672	48,924,771
<u>70,688,298</u>	<u>57,275,768</u>	<u>50,811,496</u>	<u>56,422,717</u>	<u>51,041,608</u>	<u>42,720,858</u>
<u>486,609,009</u>	<u>440,731,474</u>	<u>404,100,919</u>	<u>373,654,061</u>	<u>352,603,970</u>	<u>327,763,624</u>
682,109,857	641,007,891	603,362,640	555,186,918	510,364,282	466,501,136
83,505,276	83,260,541	80,741,565	80,877,954	86,854,879	93,267,997
<u>104,207,761</u>	<u>85,642,980</u>	<u>82,259,745</u>	<u>89,744,296</u>	<u>86,563,300</u>	<u>78,412,046</u>
<u>869,822,894</u>	<u>809,911,412</u>	<u>766,363,950</u>	<u>725,809,168</u>	<u>683,782,461</u>	<u>638,181,179</u>

**Change in Net Position***Last Ten Fiscal Years (accrual basis of accounting)*

	2017	2016	2015
<b>Expenses:</b>			
Governmental activities:			
Legislative	\$ 5,530,933	3,844,643	3,624,289
Legal	1,869,963	2,112,547	2,161,916
Administration	3,572,351	4,343,977	4,815,736
Education	34,684,158	17,998,647	30,644,340
Finance	4,963,151	4,982,832	4,702,927
Engineering	845,105	854,175	917,558
Libraries	3,000,751	3,264,478	3,555,597
Social services	1,545,768	1,522,628	1,563,390
Parks and recreation	13,194,972	11,748,236	10,863,398
Community development and lands management	4,919,317	22,944,555	5,267,279
Affordable housing	75,465	11,361	67,313
Public safety	25,123,132	25,520,984	25,356,157
Public works	11,261,821	10,989,194	10,854,785
Public transportation	7,885,343	7,189,069	7,923,077
Community projects	11,128	846,748	-
Tourism and conventions	1,264,728	2,447,657	2,406,074
Interest on long-term debt	4,235,889	4,082,394	3,995,945
Total governmental activities expenses	<u>123,983,975</u>	<u>124,704,125</u>	<u>118,719,781</u>
Business-type activities:			
Airport	11,957,662	9,172,571	9,078,539
Hospital	109,170,810	96,897,228	99,844,666
Water	5,406,762	5,732,274	5,697,779
Wastewater	12,294,566	12,384,091	12,089,697
Harbors	5,227,907	4,954,263	4,844,725
Dock	2,886,591	2,705,397	2,417,339
Waste Management	1,118,711	1,197,499	1,080,016
Total business-type activities expenses	<u>148,063,009</u>	<u>133,043,323</u>	<u>135,052,761</u>
Total primary government expenses	<u>\$ 272,046,984</u>	<u>257,747,448</u>	<u>253,772,542</u>
<b>Program revenues:</b>			
Governmental activities:			
Charges for services:			
Legislative	\$ 2,075	-	-
Legal	9,669	-	7,741
Administration	4,333	2,677	2,394
Education	-	-	130,000
Finance	80,371	23,916	24,373
Engineering	15,733	20,426	24,706
Libraries	96,328	107,087	115,015
Social services	-	-	-
Parks and recreation	4,063,115	2,734,415	2,635,827
Community development and lands management	2,161,264	3,004,660	2,465,985
Affordable housing	22,255	2,002	3,044
Public safety	3,196,921	2,987,483	2,872,741
Public works	6,444	7,644	31,397
Public transportation	1,089,674	1,148,865	1,206,703
Tourism and conventions	8,555,064	8,337,738	8,141,539
Operating grants and contributions	4,924,671	4,958,173	14,902,689
Capital grants and contributions	11,624,023	12,559,941	19,969,146
Total governmental activities program revenues	<u>35,851,940</u>	<u>35,895,027</u>	<u>52,533,300</u>

2014	2013	2012	2011	2010	2009	2008
4,270,466	2,541,005	2,530,714	2,181,315	2,066,736	2,008,718	2,680,700
1,598,825	1,353,144	1,331,969	1,274,298	1,502,137	1,683,673	1,303,572
4,097,327	4,801,096	3,761,173	3,673,796	3,904,254	4,112,909	2,529,758
30,260,316	30,442,561	31,864,363	31,685,879	30,712,138	29,019,688	27,099,090
3,844,872	4,338,585	4,490,168	4,168,499	3,675,230	3,655,322	3,419,090
526,923	478,584	457,803	513,671	667,254	783,169	623,073
2,589,049	2,705,441	2,648,251	2,513,186	2,529,957	2,560,362	2,774,363
1,587,101	1,562,081	1,479,373	1,460,372	1,341,772	1,348,160	1,077,306
10,847,566	10,686,284	10,826,328	9,490,250	7,440,858	6,004,939	7,094,200
4,393,275	3,889,881	3,848,055	3,918,891	3,913,857	4,568,134	5,717,475
-	69,000	114,140	100,000	100,000	-	43,891
21,457,237	23,128,196	22,523,110	21,010,479	19,695,190	19,513,572	19,381,496
10,614,811	10,214,921	10,334,511	10,288,418	12,688,478	16,486,907	15,301,599
7,452,587	7,430,461	6,491,300	6,955,150	6,587,511	6,627,967	5,793,934
13,376	587,236	763,644	-	3,321,472	-	73,865
2,250,268	2,270,480	2,222,079	2,040,696	2,420,375	2,339,679	2,653,670
4,794,621	6,200,610	5,198,926	6,105,158	5,849,632	6,289,905	4,514,242
<u>110,598,620</u>	<u>112,699,566</u>	<u>110,885,907</u>	<u>107,380,058</u>	<u>108,416,851</u>	<u>107,003,104</u>	<u>102,081,324</u>
8,545,303	8,479,964	8,392,656	8,076,366	8,015,640	8,077,834	7,954,534
87,199,322	85,271,630	98,251,615	90,552,708	80,814,672	73,494,397	66,665,350
5,911,028	5,812,331	5,632,900	5,477,786	5,546,277	5,657,531	5,399,397
11,381,424	11,012,486	10,984,468	10,026,752	10,030,373	10,330,238	9,878,709
4,229,732	3,918,657	3,898,009	3,818,861	3,860,224	3,937,677	4,068,845
2,268,442	2,267,977	2,363,199	2,403,231	2,461,996	2,121,212	2,114,394
999,083	801,978	678,612	1,024,733	950,459	950,431	1,093,357
<u>120,534,334</u>	<u>117,565,023</u>	<u>130,201,459</u>	<u>121,380,437</u>	<u>111,679,641</u>	<u>104,569,320</u>	<u>97,174,586</u>
<u>231,132,954</u>	<u>230,264,589</u>	<u>241,087,366</u>	<u>228,760,495</u>	<u>220,096,492</u>	<u>211,572,424</u>	<u>199,255,910</u>
-	-	-	4,471	-	-	-
14,262	23,224	61,821	103,180	91,955	39,738	32,619
2,701	2,200	2,524	189,671	3,878	5,283	3,650
-	-	-	-	-	-	-
81,946	98,860	111,712	347,093	86,031	100,634	169,430
18,014	19,311	15,508	141,940	16,076	15,739	11,425
32,677	32,783	36,820	233,419	42,762	39,822	45,035
-	-	-	-	-	6,442	-
3,618,630	3,508,514	3,474,796	3,381,747	2,944,203	2,551,985	2,555,558
2,177,430	1,680,209	997,892	1,310,175	1,177,964	1,642,980	4,075,985
13,529	1,082	602	4,852	6,935	5,951	38,978
3,109,719	3,425,858	3,489,550	3,328,128	3,417,756	3,328,139	3,005,777
256,233	11,543	537,560	17,682	-	-	-
1,255,756	1,326,041	1,170,663	1,254,045	943,397	990,855	974,168
8,367,794	8,133,774	7,465,227	7,291,894	8,009,360	8,508,847	8,482,194
7,117,429	7,345,989	5,868,921	3,537,883	4,127,461	2,706,436	2,290,600
<u>15,863,658</u>	<u>13,491,010</u>	<u>13,708,826</u>	<u>14,668,693</u>	<u>23,526,055</u>	<u>15,640,763</u>	<u>10,764,849</u>
<u>41,929,778</u>	<u>39,100,398</u>	<u>36,942,422</u>	<u>35,814,873</u>	<u>44,393,833</u>	<u>35,583,614</u>	<u>32,450,268</u>

**Change in Net Position, continued***Last Ten Fiscal Years (accrual basis of accounting)*

	2017	2016	2015
<b>Program revenues, continued:</b>			
Business-type activities:			
Charges for services:			
Airport	\$ 6,901,929	6,470,287	6,112,527
Hospital	96,856,120	88,225,331	90,281,184
Water	5,207,588	4,865,287	4,468,964
Wastewater	11,905,795	11,256,053	10,043,296
Harbors	3,879,947	3,866,406	4,202,862
Dock	1,670,447	1,403,971	1,489,710
Waste Management	1,117,658	1,129,068	1,195,689
Operating grants and contributions	2,957,815	3,748,315	18,153,542
Capital grants and contributions	24,077,285	10,788,059	40,701,665
Total business-type activities program revenues	<u>154,574,584</u>	<u>131,752,777</u>	<u>176,649,439</u>
Total primary government program revenues	<u>\$ 190,426,524</u>	<u>167,647,804</u>	<u>229,182,739</u>
<b>Net program (expense) revenue:</b>			
Governmental activities	\$ (88,132,035)	(88,809,098)	(66,186,481)
Business-type activities	<u>6,511,575</u>	<u>(1,290,546)</u>	<u>41,596,678</u>
Total primary government net program expense	<u>\$ (81,620,460)</u>	<u>(90,099,644)</u>	<u>(24,589,803)</u>
<b>General revenues and other changes in net position:</b>			
Governmental activities:			
Property taxes	\$ 48,849,681	46,969,301	45,839,741
Sales tax	50,586,537	49,012,865	46,348,749
Hotel tax	1,488,951	1,489,743	1,378,365
Grants and contributions not restricted to specific programs	3,580,429	4,327,964	4,081,193
Unrestricted investment earnings	1,336,539	2,563,342	1,408,380
Gain on sale of capital assets	58,061	103,191	65,779
Miscellaneous	133,575	202,157	107,016
Transfers	(3,084,400)	(5,619,885)	(30,498,125)
Special item - NPO/OPEB write off	-	-	-
Total governmental activities general revenues and other changes in net position	<u>102,949,373</u>	<u>99,048,678</u>	<u>68,731,098</u>
Business-type activities:			
Unrestricted investment earnings	577,359	1,157,085	550,199
Gain on sale of capital assets	49,439	48,323	71,760
Miscellaneous	-	595	-
Transfers	3,084,400	5,619,885	30,498,125
Special item - NPO/OPEB write off	-	-	-
Total business-type activities general revenues and other changes in net position	<u>3,711,198</u>	<u>6,825,888</u>	<u>31,120,084</u>
Total primary government general revenues and other changes in net position	<u>\$ 106,660,571</u>	<u>105,874,566</u>	<u>99,851,182</u>
<b>Changes in Net Position</b>			
Governmental activities	\$ 14,817,338	10,239,580	2,544,617
Business-type activities	<u>10,222,773</u>	<u>5,535,342</u>	<u>72,716,762</u>
Total primary government change in net position	<u>\$ 25,040,111</u>	<u>15,774,922</u>	<u>75,261,379</u>



2014	2013	2012	2011	2010	2009	2008
5,734,067	4,928,506	4,467,086	4,327,551	4,350,667	4,196,909	4,095,061
80,198,274	84,250,207	95,026,373	90,680,836	82,640,681	76,333,369	68,693,315
4,198,434	4,269,637	4,381,884	3,891,958	3,787,369	3,537,751	3,445,008
9,690,605	9,524,807	9,604,454	8,434,711	8,253,146	7,945,566	7,786,145
3,508,430	3,173,272	3,154,885	2,854,858	3,040,331	2,630,220	2,686,154
1,423,890	1,618,477	1,611,158	1,591,464	1,732,622	1,762,619	1,934,872
1,173,908	1,099,912	1,092,287	1,096,229	1,083,175	1,069,371	947,282
6,317,336	6,429,183	5,733,520	358,084	293,358	415,906	369,471
16,502,637	38,254,021	26,507,970	28,261,719	16,833,868	13,426,177	9,106,125
128,747,581	153,548,022	151,579,617	141,497,410	122,015,217	111,317,888	99,063,433
170,677,359	192,648,420	188,522,039	177,312,283	166,409,050	146,901,502	131,513,701
(68,668,842)	(73,599,168)	(73,943,485)	(71,565,185)	(64,023,018)	(71,419,490)	(69,631,056)
8,213,247	35,982,999	21,378,158	20,116,973	10,335,576	6,748,568	1,888,847
(60,455,595)	(37,616,169)	(52,565,327)	(51,448,212)	(53,687,442)	(64,670,922)	(67,742,209)
45,085,031	43,987,183	41,926,329	40,738,679	41,055,219	40,431,889	39,472,684
46,431,198	45,378,682	44,241,561	42,135,105	40,008,329	41,474,829	42,042,614
1,303,919	1,159,296	1,069,179	1,074,891	1,029,604	1,066,795	1,283,970
3,986,857	4,760,209	4,609,194	3,716,881	3,574,533	1,969,735	860,616
2,069,816	1,538,081	1,336,219	1,959,102	4,377,536	5,045,777	9,551,687
24,477	142,444	-	-	87,897	39,139	18,415
215,719	187,993	2,153,319	3,576,322	3,854,712	6,549,832	5,292,963
(13,758,200)	(9,868,929)	(12,607,000)	(8,314,100)	(7,067,523)	(11,409,658)	(7,624,851)
-	-	-	-	-	7,012,088	-
85,358,817	87,284,959	82,728,801	84,886,880	86,920,307	92,180,426	90,898,098
1,161,510	373,763	776,987	988,606	1,726,319	2,803,658	2,242,609
679	-	-	-	-	-	-
-	-	-	-	1,920,673	972,503	835,253
13,758,200	9,868,929	12,607,000	8,314,100	7,067,523	11,409,658	7,624,851
-	-	-	-	-	2,905,959	-
14,920,389	10,242,692	13,383,987	9,302,706	10,714,515	18,091,778	10,702,713
100,279,206	97,527,651	96,112,788	94,189,586	97,634,822	110,272,204	101,600,811
16,689,975	13,685,791	8,785,316	13,321,695	22,897,289	20,760,936	21,267,042
23,133,636	46,225,691	34,762,145	29,419,679	21,050,091	24,840,346	12,591,560
39,823,611	59,911,482	43,547,461	42,741,374	43,947,380	45,601,282	33,858,602

**Fund Balances, Governmental Funds***Last Ten Fiscal Years (modified accrual basis of accounting)*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
General Fund:				
Nonspendable:				
Inventory	\$ 1,359,765	1,341,069	1,328,195	1,232,898
Prepaid and deposits	38,830	49,868	20,252	92,714
Restricted for:				
Other Purposes	264,654	328,727	335,613	376,620
Assigned to:				
Advance to Special Revenue Fund	119,042	90,221	141,149	138,561
Subsequent year expenditures	951,100	1,439,700	1,632,200	2,531,600
Compensated absences General Fund	4,176,106	3,947,704	3,800,277	3,722,206
Emergency operating reserves	14,810,200	13,410,200	12,410,177	11,760,177
Unassigned	<u>6,672,308</u>	<u>10,325,113</u>	<u>7,862,135</u>	<u>5,525,490</u>
Total General Fund	<u>28,392,005</u>	<u>30,932,602</u>	<u>27,529,998</u>	<u>25,380,266</u>
All other Governmental funds				
Nonspendable:				
Inventory	237,725	100,398	93,585	92,191
Jensen-Olson Permanent Fund	2,097,159	2,097,159	2,097,159	2,097,159
Prepaid and deposits	2,074,925	2,047,863	2,041,563	2,029,363
Restricted for:				
Debt Service	3,778,375	3,649,096	3,017,595	997,306
Capital Improvements	31,606,111	27,923,391	29,204,164	30,510,692
Jensen-Olson Permanent Fund	387,660	405,649	418,451	414,247
Other Purposes	2,221,691	1,392,736	2,931,134	412,485
Committed to:				
Budget reserves	-	-	-	-
Notes receivable	99,768	168,315	257,398	375,256
Sales tax (Rainy Day) reserve	-	-	-	-
Other Purposes	8,898,541	7,362,790	8,647,465	7,009,978
Assigned to:				
Subsequent year expenditures	1,645,500	3,908,700	736,000	509,000
Compensated absences, Special Revenue Funds	137,455	92,408	83,117	77,840
Emergency operating reserves	-	-	-	-
Special Revenue Funds	-	-	-	-
Unassigned	<u>(185,614)</u>	<u>(1,155,400)</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>52,999,296</u>	<u>47,993,105</u>	<u>49,527,631</u>	<u>44,525,517</u>
Total Governmental Funds	<u>\$ 81,391,301</u>	<u>78,925,707</u>	<u>77,057,629</u>	<u>69,905,783</u>
	*	*	*	*

Source - The City and Borough of Juneau Comprehensive Annual Financial Reports.

\* In FY15, General Fund was redefined to include the Road and Fire Service Area Special Revenue Funds. FY14 and FY13 are restated for comparison. Prior years present General Fund separately from other funds.

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
1,158,978	490,930	513,521	539,739	516,729	518,748
3,606	38,224	17,626	536,555	1,103,389	1,563,716
442,382	-	-	-	-	-
314,968	534,662	803,115	770,077	933,769	980,838
2,967,600	331,400	3,944,800	3,270,300	4,425,600	1,859,300
3,516,305	1,330,190	1,431,677	1,490,513	1,434,972	1,278,937
2,729,385	1,729,385	1,729,385	3,000,000	2,000,000	3,000,000
4,765,349	1,754,776	-	2,194,088	2,427,396	2,426,526
15,898,573	6,209,567	8,440,124	11,801,272	12,841,855	11,628,065
-	991,230	670,102	703,357	711,635	879,969
2,097,159	2,097,159	2,097,159	2,097,159	2,097,159	2,097,159
1,591,748	-	-	-	-	-
2,582,394	4,530,044	7,579,073	8,413,358	7,819,001	8,165,649
25,639,441	33,643,187	41,687,136	52,369,813	53,878,190	46,203,177
177,503	278,051	317,249	45,093	-	-
1,428,978	4,520,707	7,157,063	8,139,239	5,730,520	5,309,191
8,530,792	8,530,792	8,530,792	-	-	-
451,727	246,835	372,507	308,482	348,723	421,582
-	-	-	8,116,677	9,209,902	9,786,496
7,724,602	4,515,179	3,335,492	1,054,716	3,144,801	7,616,106
670,200	1,653,900	3,679,900	4,445,700	3,756,100	4,964,200
48,204	2,372,005	2,253,620	2,275,482	2,202,672	2,030,450
-	1,000,000	1,000,000	1,300,000	-	-
-	-	-	2,226,895	2,710,947	2,711,861
(47,743)	(556,037)	(149,183)	(594,613)	(858,586)	(1,235,913)
50,895,005	63,823,052	78,530,910	90,901,358	90,751,064	88,949,927
66,793,578	70,032,619	86,971,034	102,702,630	103,592,919	100,577,992

\*

**Changes in Fund Balances, Governmental Funds***Last Ten Fiscal Years (modified accrual basis of accounting)*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>REVENUES</b>				
Taxes	\$ 100,914,551	98,411,072	93,847,386	92,769,496
State sources	15,898,235	18,864,119	36,574,789	23,813,661
Federal sources	2,277,577	2,676,340	2,697,254	1,087,821
Local sources	-	-	-	-
Endowment	-	-	-	-
Charges for services	8,542,676	7,974,898	7,860,053	8,480,873
Contracted services	143,202	138,629	159,864	130,983
Licenses, permits and fees	6,335,157	6,122,656	6,067,877	6,175,467
Sales	797,454	1,519,334	1,282,480	289,760
Fines and forfeitures	426,573	665,595	432,228	417,892
Investment and interest income	1,512,503	2,545,653	1,480,696	2,347,270
Land sales	-	-	-	-
Rentals and leases	1,541,030	1,390,129	1,417,121	1,482,144
Special assessments	32,983	32,452	42,190	64,778
Donations and contributions	104,594	135,751	51,243	54,297
Other	936,403	554,283	377,376	1,577,870
Total revenues	<u>139,462,938</u>	<u>141,030,911</u>	<u>152,290,557</u>	<u>138,692,312</u>
<b>EXPENDITURES</b>				
Legislative	5,096,633	3,786,508	3,510,598	4,179,954
Legal	1,615,612	1,811,548	2,167,562	1,607,983
Administration	3,541,871	4,377,488	4,922,024	4,079,996
Education	25,919,800	25,566,900	25,344,400	24,704,500
Finance	4,102,911	3,935,150	4,745,313	3,965,803
Engineering	363,778	316,468	952,811	569,179
Libraries	2,976,320	2,975,262	3,344,833	2,429,702
Social Services	1,545,768	1,522,628	1,563,390	1,587,101
Parks and recreation	9,547,159	8,489,354	8,953,786	9,476,427
Community development	2,950,118	-	3,610,714	3,513,203
Land Management	846,926	-	757,254	638,743
Affordable housing	75,465	11,361	67,313	-
Public safety	21,087,059	20,966,534	24,274,709	20,421,022
Public works	5,937,743	6,363,372	6,913,938	6,493,733
Public transportation	7,029,798	6,882,295	7,834,198	7,255,393
Tourism and conventions	1,140,554	2,210,919	2,184,080	2,025,502
Special assessments	-	-	-	-
Other	-	13,013	13,030	13,012
Debt service:				
Principal	17,545,323	17,628,980	18,225,571	17,729,983
Interest	6,059,241	5,649,652	5,401,707	5,367,236
Fiscal agent, bond issuance and letter of credit fee	169,412	100,784	141,378	48,790
Capital projects	19,716,832	16,847,972	25,471,539	20,308,220
Total expenditures	<u>137,268,323</u>	<u>129,456,188</u>	<u>150,400,148</u>	<u>136,415,482</u>
Excess (deficiency) of revenues over expenditures	<u>2,194,615</u>	<u>11,574,723</u>	<u>1,890,409</u>	<u>2,276,830</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers from other funds	62,433,485	60,112,929	52,904,084	61,924,544
Transfers to other funds	(65,517,885)	(65,732,814)	(62,852,209)	(75,682,744)
Issuance of long-term debt	2,635,000	-	14,711,753	13,400,000
Proceeds of refunding bonds	17,632,345	-	3,135,000	-
Payments to refunded bond escrow agent	(18,560,000)	-	(3,325,000)	-
Bond premium	1,648,034	-	4,228,986	1,193,575
Total other financing sources (uses)	<u>270,979</u>	<u>(5,619,885)</u>	<u>8,802,614</u>	<u>835,375</u>
Net change in fund balances	<u>\$ 2,465,594</u>	<u>5,954,838</u>	<u>10,693,023</u>	<u>3,112,205</u>
Debt Service as a percentage of noncapital expenditure *	19.94%	20.40%	18.84%	19.86%

\*Percentages have been adjusted to show only capital outlay as expenditures

2013	2012	2011	2010	2009	2008
90,982,977	86,884,648	83,870,195	81,992,933	82,764,955	82,503,837
22,249,215	20,774,832	19,373,417	22,724,948	21,356,659	17,072,948
3,039,953	3,058,704	2,616,318	6,796,386	4,491,179	944,771
-	-	-	-	-	566,928
-	-	-	-	-	-
8,459,037	8,174,941	7,523,622	7,567,845	7,649,418	3,169,614
126,164	121,837	569,341	557,578	581,826	450,000
5,915,231	5,642,406	5,320,128	5,871,608	6,261,601	10,958,984
378,428	542,948	1,785,367	790,031	993,557	-
444,375	583,971	507,270	605,264	571,318	738,577
1,772,753	2,098,691	2,670,883	5,521,877	5,678,848	9,478,143
-	-	-	-	-	2,109,684
1,431,819	1,274,598	1,475,460	1,115,129	1,115,562	460,687
47,280	43,660	53,700	107,983	50,418	93,771
32,550	24,344	65,176	28,668	45,664	-
260,095	797,979	871,587	264,127	(51,272)	1,365,608
<u>135,139,877</u>	<u>130,023,559</u>	<u>126,702,464</u>	<u>133,944,377</u>	<u>131,509,733</u>	<u>129,913,552</u>
2,450,173	2,432,801	2,123,125	2,016,664	1,964,335	3,307,593
1,342,657	1,319,373	1,300,132	1,266,661	1,429,305	1,341,040
4,015,369	3,731,332	3,808,781	3,626,993	3,585,833	3,254,616
24,528,500	26,199,600	26,018,000	25,632,800	24,737,000	22,995,765
4,350,561	4,500,496	4,338,371	3,834,616	3,883,489	3,571,017
476,691	418,746	606,545	661,098	773,943	756,916
2,461,322	2,362,938	2,340,832	2,261,970	2,310,594	2,281,219
1,562,081	1,479,373	1,460,372	1,388,988	1,357,470	-
9,377,788	9,457,252	8,487,829	7,911,116	7,818,349	5,893,452
2,959,280	2,824,582	2,805,294	2,764,281	3,186,470	3,667,028
618,332	714,860	996,393	712,307	918,005	-
69,000	114,140	100,000	100,000	-	-
20,847,262	20,638,151	20,417,024	19,150,231	19,406,562	18,291,567
6,612,344	6,409,423	6,272,126	5,869,168	6,513,229	7,322,127
7,240,828	6,914,979	6,839,997	5,990,918	6,054,192	5,382,648
2,050,789	2,013,360	1,832,870	1,879,013	1,954,510	1,777,256
133,438	-	2,251	135,068	-	(17,792)
13,027	11,764	10,293	10,803	10,170	257,961
15,564,254	14,808,253	13,982,140	12,552,564	12,106,517	9,158,000
5,444,510	6,090,525	6,233,420	6,038,858	6,100,199	4,836,220
58,341	110,517	9,766	9,785	10,687	8,456
<u>32,867,049</u>	<u>21,958,527</u>	<u>31,489,677</u>	<u>50,473,977</u>	<u>56,717,205</u>	<u>56,265,235</u>
<u>145,043,596</u>	<u>134,510,992</u>	<u>141,475,238</u>	<u>154,287,879</u>	<u>160,838,064</u>	<u>150,350,324</u>
<u>(9,903,719)</u>	<u>(4,487,433)</u>	<u>(14,772,774)</u>	<u>(20,343,502)</u>	<u>(29,328,331)</u>	<u>(20,436,772)</u>
49,191,943	51,705,089	62,194,255	67,958,108	76,540,991	79,207,978
(57,428,043)	(64,312,089)	(70,503,506)	(75,025,631)	(87,950,649)	(86,837,229)
12,455,001	-	7,073,000	25,995,000	43,112,000	-
7,415,000	14,765,000	-	-	-	-
(8,410,000)	(15,809,420)	-	-	-	-
3,440,778	1,204,170	194,514	525,736	640,917	-
<u>6,664,679</u>	<u>(12,447,250)</u>	<u>(1,041,737)</u>	<u>19,453,213</u>	<u>32,343,259</u>	<u>(7,629,251)</u>
<u>(3,239,040)</u>	<u>(16,934,683)</u>	<u>(15,814,511)</u>	<u>(890,289)</u>	<u>3,014,928</u>	<u>(28,066,024)</u>
18.09%	18.26%	18.72%	15.39%	15.31%	14.17%

**Tax Revenues by Source and Function***Last Ten Fiscal Years*

<b>Fiscal Year</b>	<b>Property Tax</b>		<b>Sales Tax</b>			<b>Hotel Tax</b>
	<b>General Operations</b>	<b>Debt Service</b>	<b>General Operations</b>	<b>Discretionary Operating Capital Reserve</b>	<b>Capital Projects</b>	<b>Vistor Services</b>
2008	35,205,627	4,241,800	16,172,681	8,094,035	16,177,811	1,283,970
2009	35,141,287	5,182,400	15,934,889	7,967,450	15,934,898	1,066,795
2010	35,064,520	5,796,600	15,248,519	7,624,260	15,248,522	1,029,604
2011	35,117,077	5,418,000	15,824,811	7,889,495	15,847,725	1,074,891
2012	36,542,977	5,208,696	16,691,774	8,345,887	16,597,985	1,069,179
2013	38,699,578	5,552,441	17,235,281	8,617,640	17,164,019	1,159,296
2014	39,035,653	6,073,339	17,611,035	8,760,000	17,614,388	1,303,919
2015	39,273,336	6,578,956	17,783,772	8,775,000	17,286,173	1,378,365
2016	40,593,847	6,781,046	18,488,825	9,258,284	18,310,852	1,489,743
2017	42,146,559	6,556,157	18,634,108	9,322,338	18,656,149	1,488,951



<u>Liquor Sales Tax</u>	<u>Tobacco Excise Tax</u>	
<u>General Operations</u>	<u>General Operations</u>	<u>Total Taxes</u>
854,318	566,928	82,597,170
849,306	515,491	82,592,516
856,927	1,000,878	81,869,830
851,177	1,503,729	83,526,905
896,234	1,435,107	86,787,839
1,017,028	1,446,456	90,891,739
954,002	1,330,488	92,682,824
943,897	1,845,856	93,865,355
973,806	2,445,572	98,341,975
957,945	3,029,475	100,791,682

**Assessed Value and Actual Value of Taxable Property***Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>Residential</u>		
	<u>Total</u>	<u>Exempt</u>	<u>Taxable</u>
2008	2,528,852,800	29,749,800	2,499,103,000
2009	2,580,207,700	2,679,200	2,577,528,500
2010	2,371,483,380	1,528,200	2,369,955,180
2011	2,386,962,800	1,398,100	2,385,564,700
2012 *	2,405,715,500	-	2,405,715,500
2013	2,461,358,300	-	2,461,358,300
2014 !	2,629,035,100	-	2,629,035,100
2015	2,696,876,804	-	2,696,876,804
2016	2,874,844,147	-	2,874,844,147
2017	2,935,080,877	-	2,935,080,877

Source: City and Borough of Juneau Assessor's Office.

\* Due to a State Assessor's audit in October 2011, we are only to value taxable properties. Therefore, we have removed the past exempt residential properties from the taxable value.

! CBJ Assessor's Office converted to new database system March 2014 as a result, some property categorizations have changed resulting in an increase in residential and decrease in commercial categories.

<sup>1</sup> Assessed value is equal to estimated actual value.





<u>Commercial</u>			<u>Total Taxable Assessed Value<sup>1</sup></u>	<u>Mill Rate</u>	<u>Percentage Taxable</u>	
<u>Total</u>	<u>Exempt</u>	<u>Taxable</u>			<u>Residential</u>	<u>Commercial</u>
1,365,451,173	19,297,900	1,346,153,273	3,845,256,273	10.37	64.99%	35.01%
1,409,576,437	22,798,700	1,386,777,737	3,964,306,237	10.37	65.02%	34.98%
1,587,692,262	24,283,000	1,563,409,262	3,933,364,442	10.60	60.25%	39.75%
1,623,373,044	19,592,800	1,603,780,244	3,989,344,944	10.51	59.80%	40.20%
1,685,792,732	19,794,500	1,665,998,232	4,071,713,732	10.55	59.08%	40.92%
1,832,518,317	18,809,400	1,813,708,917	4,275,067,217	10.55	57.57%	42.43%
1,768,687,433	18,007,600	1,750,679,833	4,379,714,933	10.66	60.03%	39.97%
1,806,005,428	18,554,900	1,787,450,528	4,484,327,332	10.76	60.14%	39.86%
1,832,609,940	22,028,400	1,810,581,540	4,685,425,687	10.76	61.36%	38.64%
1,919,780,029	18,509,700	1,901,270,329	4,836,351,206	10.66	60.69%	39.31%

**Property Tax Mill Levy***Last Ten Fiscal Years*

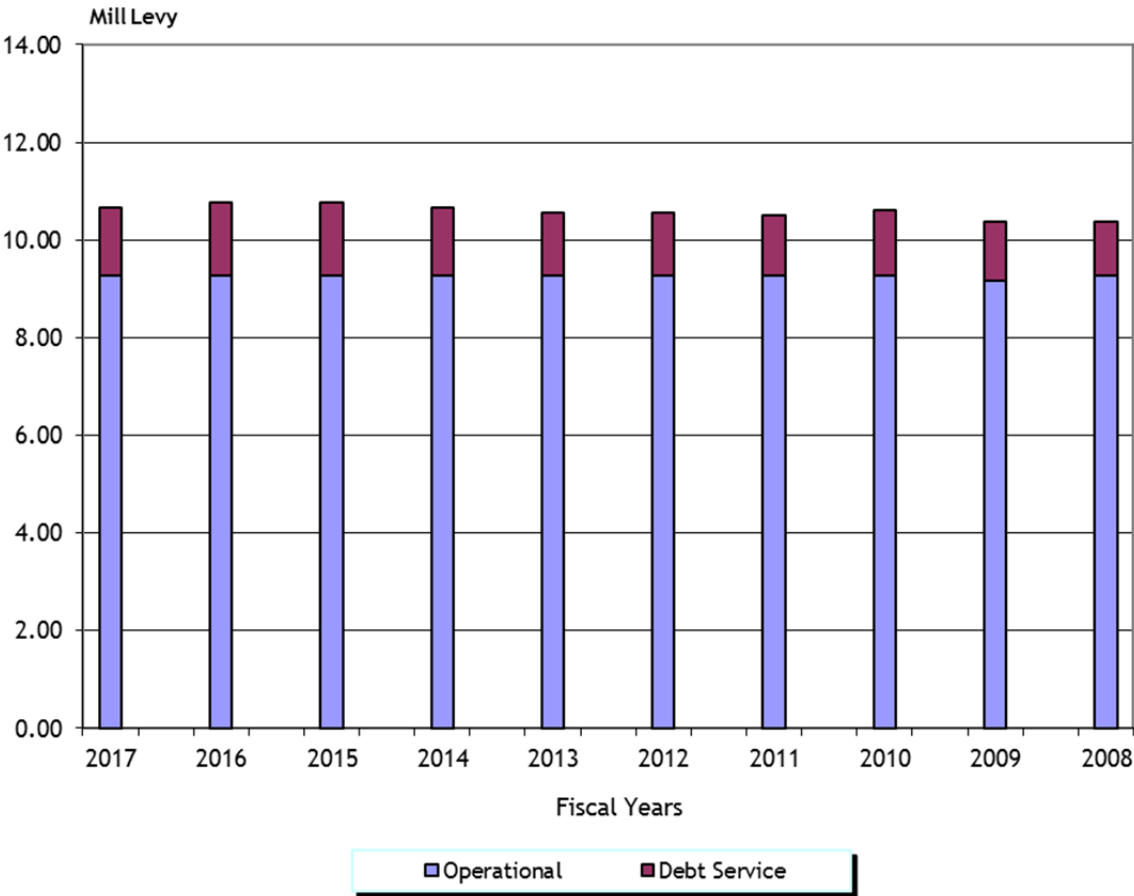
<u>Mill Levy</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>Operational</b>						
Areawide	6.60	6.70	6.64	6.64	6.66	6.56
Roaded Service Area	2.30	2.20	2.20	2.23	2.17	2.24
Capital City/Fire Rescue	0.36	0.36	0.42	0.39	0.43	0.46
Total Operational	9.26	9.26	9.26	9.26	9.26	9.26
Debt Service	1.40	1.50	1.50	1.40	1.29	1.29
<b>Total Mill Levy</b>	<b>10.66</b>	<b>10.76</b>	<b>10.76</b>	<b>10.66</b>	<b>10.55</b>	<b>10.55</b>
Mill Levy Change	(0.10)	0.00	0.10	0.11	0.00	0.04
Percentage of Change	-0.93%	0.00%	0.94%	1.04%	0.00%	0.38%



<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
6.98	7.11	6.22	6.97
1.93	1.95	2.60	2.07
0.35	0.20	0.34	0.22
9.26	9.26	9.16	9.26
1.25	1.34	1.21	1.11
<b>10.51</b>	<b>10.60</b>	<b>10.37</b>	<b>10.37</b>
(0.09)	0.23	0.00	0.20
-0.85%	2.22%	0.00%	1.97%

# City and Borough of Juneau

## Property Tax Mill Levy Last Ten Fiscal Years (Unaudited)



Based on information presented in Property Tax Mill Levy on the previous page.  
All figures refer to gross amounts.

**Principal Property Tax Payers***Current Year and Nine Years Prior*

Taxpayer	2017			2008		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
HECLA Greens Creek Mining	\$ 205,538,098	1	4.24 %	\$ -	-	- %
Coeur Alaska	158,346,038	2	3.27	-	-	-
Alaska Electric Light & Power	108,562,549	3	2.24	54,012,581	2	1.36
Foodland Inc.	20,698,033	4	0.43	19,411,479	6	0.49
Fred Meyer of Alaska Inc	20,587,772	5	0.42	27,686,659	3	0.70
Juneau I LLC	19,306,700	6	0.40	16,543,400	9	0.42
O Jacobsen Drive Juneau LLC	17,254,700	7	0.36	-	-	-
ACS	17,013,709	8	0.35	-	-	-
Carr Gottstein Foods Co	15,822,661	9	0.33	-	-	-
D & M Rentals LLC	14,181,582	10	0.29	-	-	-
Kennecott Greens Creek Mining	-	-	-	144,035,956	1	3.63
Wick-Grant Living trust	-	-	-	21,861,400	4	0.55
BBS Enterprises	-	-	-	20,657,600	5	0.52
Franklin Dock Enterprises	-	-	-	17,766,100	7	0.45
Loveless/Tollefson	-	-	-	16,932,600	8	0.43
Swan Bay Holdings	-	-	-	15,558,200	10	0.39
	<u>\$ 597,311,842</u>		<u>12.32 %</u>	<u>\$ 354,465,975</u>		<u>8.94 %</u>

Source: City and Borough of Juneau Assessor's Office.

Taxable Assessed value includes both Real and Business Personal Property Values

**Property Tax Levies and Collections***Last Ten Fiscal Years*

Fiscal Year Ended <u>Jun 30</u>	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2008	\$ 39,585,556	\$ 39,220,681	99.08%	\$ 226,778	\$ 39,445,047	99.65%
2009	40,446,577	40,159,018	99.29%	231,300	40,379,472	99.83%
2010	41,048,853	40,691,450	99.13%	365,118	41,053,983	100.01%
2011	40,739,944	40,329,083	98.99%	403,896	40,728,566	99.97%
2012	41,751,673	41,431,682	99.23%	297,877	41,721,795	99.93%
2013	44,252,019	43,987,108	99.40%	240,452	44,200,111	99.88%
2014	45,108,992	44,818,184	99.36%	250,618	45,017,746	99.80%
2015	45,852,292	45,548,172	99.34%	279,214	45,548,172	99.34%
2016	47,374,893	47,241,356	99.72%	61,999	47,303,355	99.85%
2017	48,702,716	48,450,115	99.48%	-	48,450,115	99.48%

**Source:** Information obtained from the Property Tax Receivable System maintained by the City and Borough of Juneau, Treasury Division.



**Miscellaneous Business Statistics***Last Ten Calendar Years*

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<u>Gross business sales by category (in thousands):</u>							
Real estate	\$ 88,701	94,846	88,270	101,138	78,859	72,024	68,573
Contractors	334,181	378,545	311,743	256,751	289,115	228,524	255,660
Liquor and restaurant	147,796	146,130	137,882	131,415	126,191	118,108	51,633
Retail sales - general	211,018	212,284	224,680	216,937	206,097	210,342	204,253
Foods	196,056	195,899	194,160	196,421	189,653	198,636	178,523
Transportation and freight	224,051	156,049	161,307	150,329	158,013	143,891	155,988
Professional services	318,139	314,570	300,824	308,822	300,065	274,544	244,901
Retail sales - specialized	201,219	195,157	179,849	196,765	156,438	148,684	140,842
Automotive	80,729	78,484	87,398	83,696	69,694	78,350	68,577
Other	<u>736,690</u>	<u>675,759</u>	<u>731,650</u>	<u>765,388</u>	<u>818,751</u>	<u>870,047</u>	<u>657,689</u>
Total gross business sales by category	<u>\$ 2,538,580</u>	<u>2,447,723</u>	<u>2,417,763</u>	<u>2,407,662</u>	<u>2,392,876</u>	<u>2,343,150</u>	<u>2,026,639</u>
<u>Gross business sales by tourist-related business (in thousands):</u>							
Hotels and motels	\$ 34,677	33,439	32,071	30,327	29,749	27,296	27,706
Bars	10,170	10,322	9,290	7,417	6,708	6,233	4,741
Restaurants	63,081	61,267	59,126	58,742	57,302	53,921	51,959
Air transportation and freight	43,060	24,515	25,758	26,095	25,454	23,457	28,119
Taxicab and bus	8,710	7,513	6,896	6,616	6,964	5,781	5,303
Car rentals	5,196	5,579	4,904	4,404	3,985	3,969	3,734
Tour providers and Travel agencies	77,346	73,995	67,160	65,752	61,908	58,122	52,379
Jewelry stores and Art galleries	35,758	38,043	37,918	37,777	34,835	29,005	30,200
Curio and gift shops	17,107	16,724	16,586	17,563	17,564	18,499	19,541
Photography stores	<u>185</u>	<u>345</u>	<u>179</u>	<u>299</u>	<u>183</u>	<u>388</u>	<u>108</u>
Total gross business sales by tourist-related business	<u>\$ 295,290</u>	<u>271,742</u>	<u>259,888</u>	<u>254,992</u>	<u>244,652</u>	<u>226,671</u>	<u>223,790</u>

Footnote: The gross business sales by tourist-related business figures are a subset of the gross sales by category presented above. This subset is intended to provide a general guideline of gross sales generated by businesses operating within the tourism industry. The subset does not attempt to exclude gross sales made to local residents by businesses classified as tourist-related.

Source: Detailed analysis derived from the Merchant Tax Filings maintained by the City and Borough of Juneau, Sales Tax Office and are reported in 1000's.



<u>2009</u>	<u>2008</u>	<u>2007</u>
78,132	61,486	87,797
257,902	285,409	301,921
105,138	106,427	103,024
202,648	217,030	200,044
159,724	168,246	168,814
157,385	159,228	156,311
235,090	234,783	221,639
143,081	151,687	153,017
73,467	86,602	83,088
<u>473,238</u>	<u>533,202</u>	<u>519,365</u>

<u>1,885,805</u>	<u>2,004,100</u>	<u>1,995,020</u>
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25,073	28,750	29,719
4,416	5,315	6,374
47,597	51,050	49,753

36,850	39,847	42,589
5,354	5,650	5,387
3,592	4,199	4,866

54,311	54,979	52,583
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30,888	33,421	34,477
21,645	27,951	26,772
<u>64</u>	<u>52</u>	<u>65</u>

<u>229,790</u>	<u>251,214</u>	<u>252,585</u>
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**Sales Tax Levy***Last Ten Fiscal Years*

	General Operations			Capital Projects			Total Sales Tax
	Permanent	Temporary	Discretionary Temporary	Roads & Sidewalks	Various Projects	Temporary	
2008	1.00%	1.00%	1.00% <sup>2</sup>	1.00%	1.00%	1.00% <sup>1</sup>	5.00%
2009	1.00%	1.00%	1.00% <sup>2</sup>	1.00%	1.00%	1.00% <sup>2</sup>	5.00%
2010	1.00%	1.00%	1.00% <sup>2</sup>	1.00%	1.00%	1.00% <sup>2</sup>	5.00%
2011	1.00%	1.00%	1.00% <sup>2</sup>	1.00%	1.00%	1.00% <sup>2</sup>	5.00%
2012	1.00%	1.00%	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	5.00%
2013	1.00%	1.00%	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	5.00%
2014	1.00%	1.00%	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	5.00%
2015	1.00%	1.00%	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	5.00%
2016	1.00%	1.00%	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	5.00%
2017	1.00%	1.00%	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	1.00% <sup>3</sup>	5.00%

1 Downtown Parking, Transit Center, Statter Harbor Improvements, areawide sewer expansion, and Eaglecrest Ski area mid-mountain chairlift ending September 30, 2008.

2 Maintenance, improvements and upgrades to CBJ existing Airport facilities, Harbor facilities, CBJ owned buildings and facilities, CBJ School District buildings and facilities and improvements to critical wastewater and water infrastructure ending September 30, 2013.

3 Approved extension of the 3% temporary sales tax, this is used for fire, police, streets, parks and recreation and general services, repairs and construction of streets, sidewalks, retaining walls, as well as other capital projects and various temporary projects used for General Capital Projects, Emergency Budget and for Youth Activities ending June 30, 2017.



**Bartlett Regional Hospital Revenues***Last Ten Fiscal Years*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Gross revenues by</u>				
<u>Department:</u>				
Radiology	\$ 27,546,586	25,165,085	23,252,542	21,611,017
Surgical Services	22,820,577	19,255,954	18,361,975	17,631,152
Pharmacy	16,079,174	14,318,459	11,953,445	11,227,006
Inpatient Services	23,737,400	19,505,327	19,998,953	17,495,364
Mental Health	13,861,127	13,169,176	15,666,608	14,071,916
Special Care Services	18,620,381	18,091,253	17,339,414	15,301,189
Laboratory	13,155,526	11,774,519	10,735,534	9,779,977
E/R Physicians	192,337	10,994,037	9,425,775	8,879,848
Physical Therapist	3,497,690	3,181,554	3,106,819	3,139,885
Respiratory Therapy	2,376,775	1,977,386	2,318,066	1,887,262
Sleep	914,462	970,662	831,128	766,152
EKG	1,198,789	1,016,736	817,197	902,330
Clinics	8,882,932	7,708,045	4,376,048	3,925,063

Source: Bartlett Regional Hospital records



<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
22,543,271	22,943,618	23,303,883	21,138,467	19,442,932	15,820,394
18,085,225	18,839,639	18,048,578	18,198,420	17,753,289	15,336,921
12,517,450	13,349,297	13,610,046	12,016,715	10,611,083	12,056,000
16,159,731	12,133,353	11,817,535	9,747,011	8,892,066	8,996,801
14,795,872	13,534,334	10,428,852	10,728,638	8,551,024	7,860,597
11,836,616	10,918,085	9,932,883	8,856,548	8,034,764	7,018,618
10,401,023	10,489,058	11,120,618	8,693,800	7,640,108	6,635,253
8,847,413	8,458,685	8,118,997	6,930,258	5,902,999	5,058,647
3,201,379	2,753,789	2,250,877	1,963,205	1,484,828	1,381,065
1,985,838	2,136,864	2,004,242	1,586,909	1,485,198	1,292,869
946,974	936,055	867,148	887,269	791,820	734,852
1,143,742	1,042,689	981,637	873,359	772,298	666,616
3,781,827	3,770,103	3,358,984	3,227,459	2,473,637	419,797

**Ratios of Outstanding Debt by Activity Type***Last Ten Fiscal Years*

<b>Fiscal year</b>	<b>Government Activities</b>			<b>General Obligation Bonds <sup>(1)</sup></b>
	<b>General Obligation Bonds <sup>(1)</sup></b>	<b>Revenue Bonds <sup>(1)</sup></b>	<b>Purchase Agreements</b>	
2008	\$ 114,929,323	-	173,032	45,000
2009	143,490,867	-	2,888,891	-
2010	157,534,449	-	2,718,662	-
2011	149,349,452	-	3,599,575	-
2012	135,332,413	-	2,861,747	-
2013	136,420,235	-	2,091,457	-
2014	127,182,159	6,055,000	752,086	-
2015	123,483,100	26,515,000	457,320	-
2016	105,737,527	25,405,000	160,329	-
2017	90,754,379	24,525,000	108,265	-

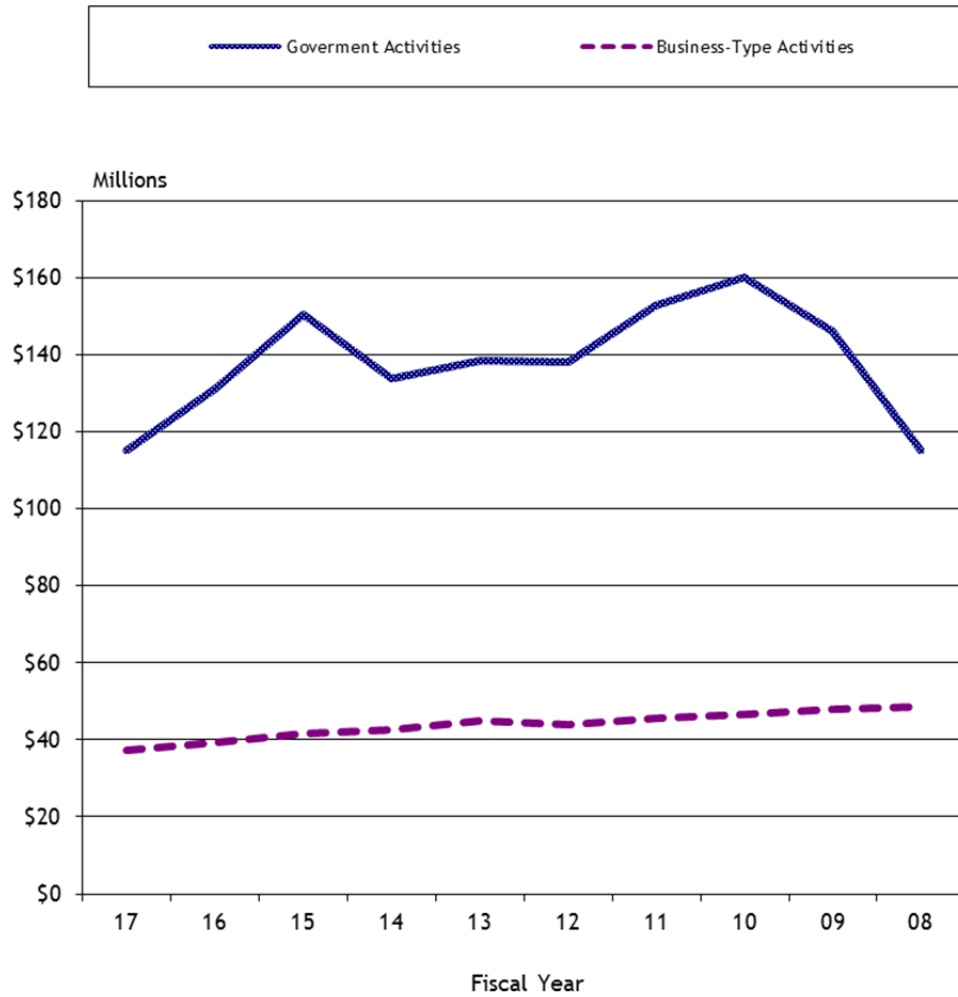
Sources: The City and Borough of Juneau Comprehensive Annual Financial Reports,  
Assessor's Office, Treasurer's Office and the Community Development Department.

<sup>(1)</sup> Presented net of original issuance discounts and premiums



<b>Business-Type Activities</b>						
<b>Revenue Bonds <sup>(1)</sup></b>	<b>State of Alaska Extension Loans</b>	<b>Purchase Agreements</b>	<b>Total Primary Government</b>	<b>Percent of Assessed Value</b>	<b>Per Capita</b>	<b>Personal Income</b>
40,397,085	7,846,421	504,561	163,895,422	4.26%	5,289	15.41%
39,436,410	8,334,525	153,444	194,304,137	4.90%	6,327	18.96%
38,381,777	8,315,845	-	206,950,733	5.26%	6,617	15.01%
37,292,773	8,198,341	-	198,440,141	4.97%	6,345	14.03%
36,169,688	7,749,682	-	182,113,530	4.47%	5,614	11.64%
36,599,870	8,276,067	-	183,387,629	4.29%	5,615	10.18%
35,075,393	7,710,908	-	176,775,546	4.04%	5,352	9.56%
34,390,585	7,146,443	-	191,992,448	4.28%	5,813	9.35%
32,905,499	6,548,222	-	170,756,577	3.64%	5,131	8.34%
31,358,899	5,926,611	-	152,673,154	3.15%	4,525	N/A

## City and Borough of Juneau Ratios of Outstanding Debt by Activity Type



Based on information in Ratio to Outstanding Debt by Type presented on the previous page.



**Ratios of General Bonded Debt Outstanding***Last Ten Fiscal Years***Government and Business-Type Activities Without State Reimbursable Qualifying Amount**

<b>Fiscal year</b>	<b>General Obligation Bonds Government <sup>(1)</sup></b>	<b>General Obligation Bonds Business</b>	<b>General Obligation Bonds Totals</b>	<b>Percent of Assessed Value</b>	<b>Per Capita</b>
2008	\$ 115,102,355	\$ 45,000	\$ 115,147,355	2.99%	\$ 3,716
2009	146,379,758	-	146,379,758	3.69%	4,766
2010	160,253,111	-	160,253,111	4.07%	5,124
2011	152,949,027	-	152,949,027	3.83%	4,890
2012	138,194,160	-	138,194,160	3.39%	4,260
2013	138,511,692	-	138,511,692	3.24%	4,241
2014	127,934,245	-	127,934,245	2.92%	3,873
2015	123,940,420	-	123,940,420	2.76%	3,753
2016	105,897,856	-	105,897,856	2.26%	3,182
2017	90,862,644	-	90,862,644	1.87%	2,693

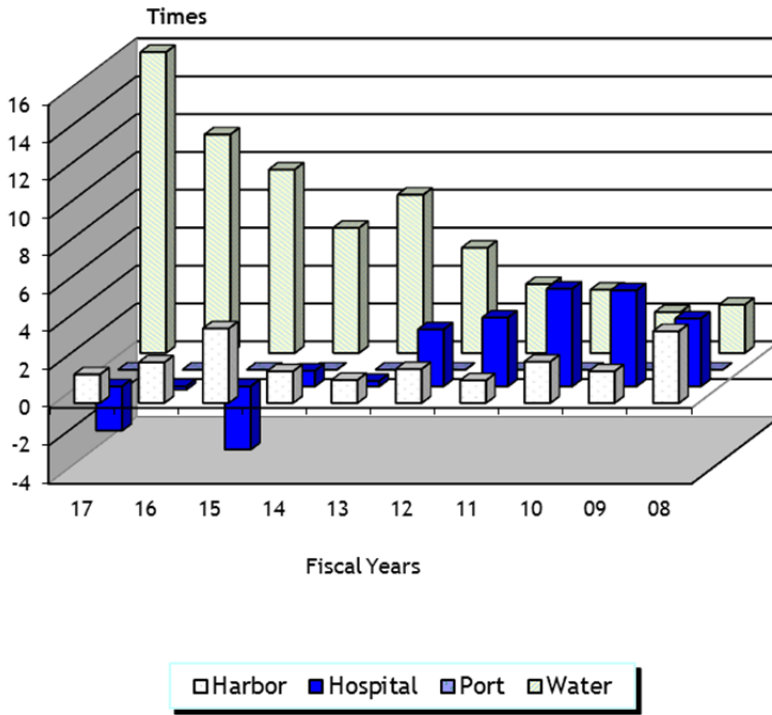
**Government and Business-Type Activities with State Reimbursable Qualifying Amount**

<b>Fiscal year</b>	<b>General Obligation Bonds Government <sup>(1)</sup></b>	<b>General Obligation Bonds Business</b>	<b>General Obligation Bonds Totals</b>	<b>State Reimbursable Qualifying Amount</b>	<b>General Obligation Net Amount</b>	<b>Percent of Assessed Value</b>	<b>Per Capita</b>
2008	\$ 115,102,355	\$ 45,000	\$ 115,147,355	\$ 70,594,295	\$ 44,553,060	1.13%	\$ 1,438
2009	146,379,758	-	146,379,758	90,870,467	55,509,291	1.40%	1,807
2010	160,253,111	-	160,253,111	92,741,451	67,511,660	1.72%	2,159
2011	152,949,027	-	152,949,027	91,499,537	61,449,490	1.54%	1,965
2012	138,194,160	-	138,194,160	78,623,095	59,571,065	1.46%	1,836
2013	138,511,692	-	138,511,692	79,081,278	59,430,414	1.39%	1,820
2014	128,329,919	-	127,934,245	71,504,731	56,429,514	1.29%	1,704
2015	126,369,708	-	123,940,420	60,057,587	63,882,833	1.42%	1,934
2016	108,107,676	-	108,107,676	49,777,435	58,330,241	1.24%	1,753
2017	92,804,557	-	92,804,557	38,677,730	54,126,827	1.16%	1,604

Source: The City and Borough of Juneau Comprehensive Annual Financial Reports and the City Assessor's Office.

<sup>(1)</sup> Presented net of original issuance discounts and premiums

## City and Borough of Juneau Revenue Bond Times Coverage



Based on information in Revenue Bond Coverage presented on the opposite page.

## Revenue Bond Coverage – Bartlett Regional Hospital, Areawide Water Utility, Boat Harbors, Dock

*Last Ten Fiscal Years*

<u>Fiscal year</u>	<u>Operating revenues</u>	<u>Operating expenses</u> <sup>1</sup>	<u>Net revenue available for debt service</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Times coverage</u>	<u>Amount of bonded debt outstanding at June 30</u>
<b>Areawide Water Utility</b> <sup>2</sup> :								
2008	\$ 3,445,008	2,734,679	710,329	205,000	73,062	278,062	2.55	\$ 1,530,000
2009	3,537,751	2,944,665	593,086	210,000	64,863	274,863	2.16	1,320,000
2010	3,787,369	2,880,795	906,574	215,000	56,463	271,463	3.34	1,105,000
2011	3,891,958	2,916,240	975,718	220,000	47,863	267,863	3.64	885,000
2012	4,381,884	2,912,798	1,469,086	225,000	39,063	264,063	5.56	660,000
2013	4,269,637	3,017,987	1,251,650	120,000	29,781	149,781	8.36	540,000
2014	4,198,434	3,208,791	989,643	125,000	24,681	149,681	6.61	415,000
2015	4,468,964	3,022,346	1,446,618	130,000	19,213	149,213	9.69	285,000
2016	4,865,287	3,095,507	1,769,780	140,000	13,363	153,363	11.54	145,000
2017	5,207,588	2,794,564	2,413,024	145,000	6,888	151,888	15.89	-
<b>Bartlett Regional Hospital</b> <sup>3</sup> :								
2008	\$ 68,693,315	61,982,608	6,710,707	515,000	1,356,905	1,871,905	3.58	\$ 27,830,000
2009	76,333,369	66,831,133	9,502,236	535,000	1,339,174	1,874,174	5.07	27,295,000
2010	82,640,681	72,975,632	9,665,049	555,000	1,320,099	1,875,099	5.15	26,740,000
2011	90,680,836	83,883,389	6,797,447	575,000	1,299,605	1,874,605	3.63	26,165,000
2012	95,026,373	89,411,913	5,614,460	595,000	1,276,924	1,871,924	3.00	25,570,000
2013	84,250,207	76,967,444	7,282,763	25,570,000	632,512	26,202,512	0.28	-
<b>Bartlett Regional Hospital</b> <sup>4</sup> :								
2013	\$ 84,250,207	76,967,444	7,282,763	-	-	-	-	\$ 23,660,000
2014	80,198,274	78,820,476	1,377,798	840,000	840,044	1,680,044	0.82	22,820,000
2015	<sup>5</sup> 87,794,363	93,327,575	(5,533,212)	725,000	931,213	1,656,213	-3.34	22,095,000
2016	<sup>5</sup> 88,225,331	88,524,635	(299,304)	745,000	907,113	1,652,113	-0.18	21,350,000
2017	96,856,120	100,736,278	(3,880,158)	765,000	892,213	1,657,213	-2.34	20,585,000
<b>Boat Harbors</b> <sup>6</sup> :								
2008	\$ 3,645,849	2,368,561	1,277,288	-	336,855	336,855	3.79	\$ 10,620,000
2009	3,553,573	2,396,921	1,156,652	170,000	521,356	691,356	1.67	10,450,000
2010	3,774,405	2,133,877	1,640,528	240,000	512,644	752,644	2.18	10,210,000
2011	3,385,186	2,492,110	893,076	250,000	502,231	752,231	1.19	9,960,000
2012	3,782,718	2,434,329	1,348,389	260,000	491,394	751,394	1.79	9,700,000
2013	3,408,570	2,498,178	910,392	270,000	480,131	750,131	1.21	9,430,000
2014	4,075,009	2,814,717	1,260,292	285,000	468,159	753,159	1.67	9,145,000
2015	5,065,873	3,347,050	1,718,823	9,145,000	453,813	9,598,813	0.18	-
<b>Boat Harbors</b> <sup>7</sup> :								
2015	\$ 5,065,873	3,362,148	1,703,725	-	453,813	453,813	3.75	\$ 8,910,000
2016	4,431,076	3,102,065	1,329,011	310,000	312,483	622,483	2.14	8,600,000
2017	4,306,811	3,219,495	1,087,316	330,000	388,425	718,425	1.51	8,270,000

## Footnote:

<sup>1</sup> The operating expenses are exclusive of depreciation.

<sup>2</sup> 2002 was the first fiscal year for the Areawide Water Utility revenue bond.

<sup>3</sup> 2005 was the first fiscal year for the Hospital revenue bond.

<sup>4</sup> 2013 was the first fiscal year for the Refund Hospital revenue bond.

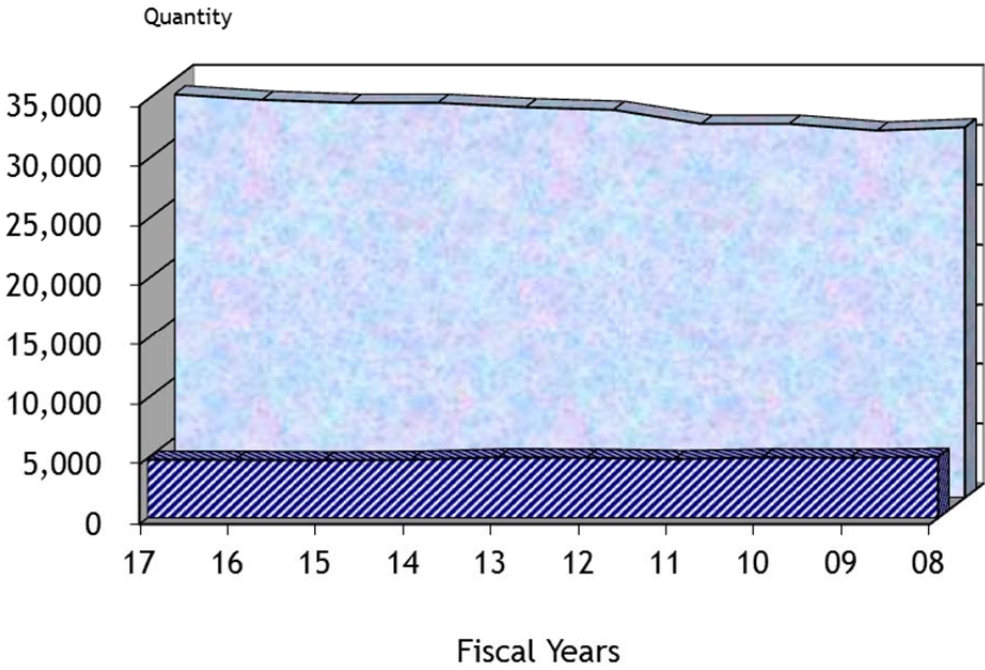
<sup>5</sup> Due to larger than usual State of Alaska PERS contribution (presented as Pavroll expenditure) Hospital expenditures are larger than revenue presentation, resulting in apparent negative bond coverage ratio beginning FY15.

<sup>6</sup> 2008 was the first fiscal year for the Harbor revenue bond; 2015 Partial Refund

<sup>7</sup> 2015 was the first fiscal year for the Refund Harbor revenue bond.

All Revenue Bonds above are paid for with user fees from the designated enterprise department.

# Public School Enrollment Correlation to Population (Unaudited)



**Demographic and Economic Statistics***Last Ten Fiscal Years*

<b>Fiscal Year</b>	<b>Population</b>	<b>Personal Income</b>	<b>Per Capita Personal Income</b>	<b>Median Age</b>	<b>Public School Enrollment</b>	<b>University Enrollment</b>	<b>Unemployment Rate</b>
2008	30,988	\$ 1,063,570,136	\$ 34,322	35.3	5,109	2,046	5.4%
2009	30,711	1,024,550,170	33,361	38.0	5,036	2,117	5.6%
2010	31,275	1,378,414,350	44,074	38.1	5,065	2,560	5.8%
2011	31,275	1,414,130,400	45,216	38.0	4,922	2,893	5.3%
2012	32,441	1,565,018,722	48,242	38.1	5,043	2,910	5.0%
2013	32,660	1,801,754,220	55,167	37.9	5,078	2,724	4.8%
2014	33,030	1,848,211,898	55,956	34.4	4,863	2,684	4.4%
2015	33,026	2,053,591,000	62,181	37.3	4,813	2,672	4.9%
2016	33,277	2,047,751,000	61,537	37.5	4,861	2,356	4.3%
2017	33,739	N/A	N/A	N/A	4,874	2,891	4.5%

\* This column has been adjusted to agree with the Alaska Department of Education and Early Development counts as of October 1st of the School Year.

Sources: Research and Analysis, Bureau of Economic Analysis, Regional and Local Estimates, City and Borough Department of Community Development, Juneau School District, University of Alaska Southeast, Alaska Department of Labor and Workforce Analysis.

**Mathematical Demographic and Economic Statistics***Last Ten Calendar Years*

Year	Population					
	U.S.	Change from Prior Period	State of Alaska	Change from Prior Period	City and Borough of Juneau	Change from Prior Period
2007	301,621,157	0.2%	676,987	1.0%	30,737	(1.9%)
2008	304,059,724	0.8%	686,293	1.4%	30,988	0.8%
2009	310,511,000	2.1%	698,473	1.8%	30,711	(0.9%)
2010	308,745,538	-0.6%	710,231	1.7%	31,275	1.8%
2011	311,591,917	0.9%	722,190	1.7%	31,275	0.0%
2012	312,780,968	0.4%	731,449	1.3%	32,441	3.7%
2013	316,128,839	1.1%	735,132	0.5%	32,660	0.7%
2014	318,857,056	0.9%	736,732	0.2%	33,030	1.1%
2015	321,418,820	0.8%	738,432	0.2%	33,277	0.7%
2016	323,127,513	0.5%	741,894	0.5%	33,739	1.4%

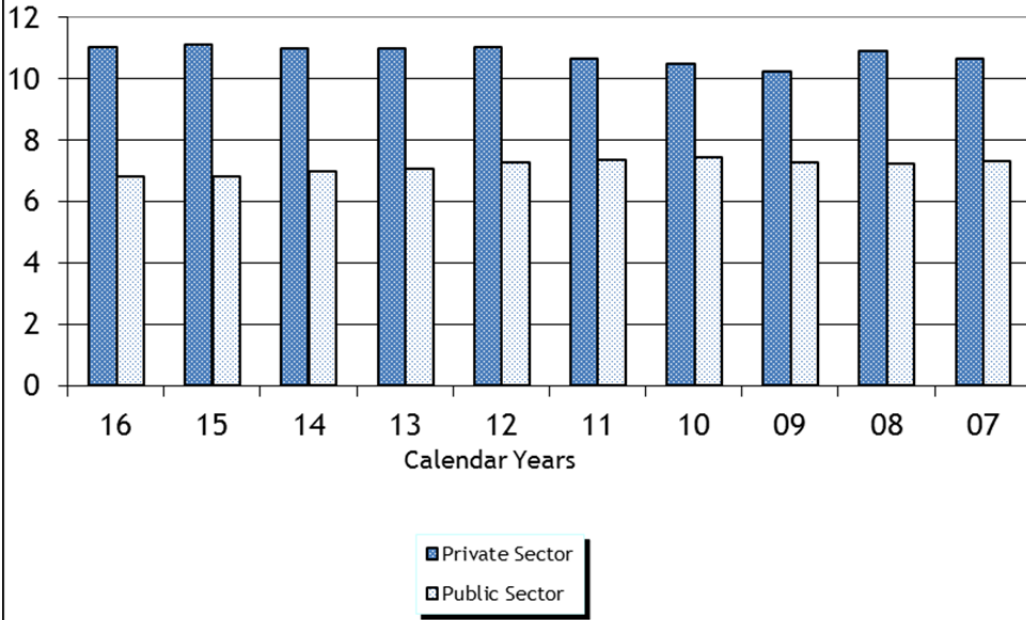
Sources: U.S. Census Bureau for the U.S. population 2010  
U.S. Dept. of Commerce, Bureau of Economic Analysis  
State of Alaska Department of Labor Research and Analysis Division

**Per Capita Personal Income**

<u>U.S.</u>	<u>State of Alaska</u>	<u>City and Borough of Juneau</u>	<u>State as a Percentage of U.S.</u>	<u>City as a Percentage State</u>
\$ 38,611	\$ 40,352	\$ 33,964	104.5%	84.2%
39,751	43,321	34,322	109.0%	79.2%
39,138	42,603	33,361	108.9%	78.3%
39,945	44,205	44,074	110.7%	99.7%
41,560	45,665	45,216	109.9%	99.0%
42,693	46,778	48,242	109.6%	103.1%
43,735	49,436	55,167	113.0%	111.6%
46,049	54,012	57,033	117.3%	105.6%
48,112	56,147	62,694	116.7%	111.7%
43,194	55,646	61,537	128.8%	110.6%

## City and Borough of Juneau Employment Statistics Private versus Public (Unaudited)

Number of Persons employed (Thousands)



Based on information in Employment Statistics presented on the following page.

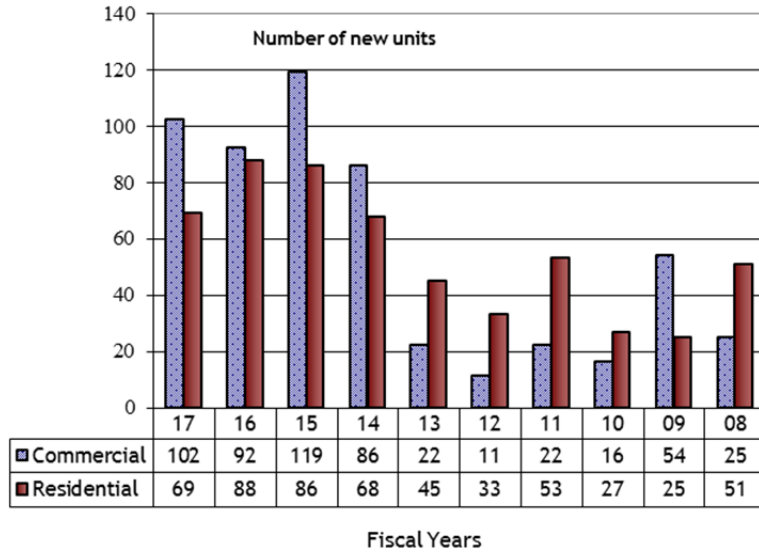


**Employment Statistics***Last Ten Calendar Years*

<b>Summary of all employment</b>	<b>Calendar year</b>									
	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>
Private and public:										
Private sector	11,042	11,098	10,999	10,991	11,032	10,676	10,496	10,244	10,902	10,656
Public sector	<u>6,839</u>	<u>6,832</u>	<u>6,981</u>	<u>7,095</u>	<u>7,295</u>	<u>7,382</u>	<u>7,436</u>	<u>7,284</u>	<u>7,253</u>	<u>7,324</u>
Total private and public	<u>17,881</u>	<u>17,930</u>	<u>17,980</u>	<u>18,086</u>	<u>18,327</u>	<u>18,058</u>	<u>17,932</u>	<u>17,528</u>	<u>18,155</u>	<u>17,980</u>
Detail of private sector:										
Mining	820	814	812	810	841	670	556	450	476	486
Construction	689	701	688	692	681	655	729	742	882	877
Manufacturing	335	328	332	325	323	294	279	275	280	284
Trade, Trans. & Utilities	3,218	3,273	3,203	3,310	3,425	3,288	3,274	3,314	3,618	3,372
Information	294	288	269	267	230	234	245	275	280	285
Finance Activities	482	507	524	540	614	622	608	604	635	643
Professional & Business Svcs.	1,074	1,082	1,025	978	1,047	1,003	918	848	872	854
Educational & Health Svcs.	1,754	1,738	1,754	1,773	1,832	1,826	1,796	1,696	1,660	1,644
Leisure & Hospitality	1,746	1,731	1,726	1,618	1,561	1,459	1,464	1,438	1,610	1,637
Other Services	622	628	654	671	629	614	610	597	584	561
Miscellaneous	<u>10</u>	<u>8</u>	<u>12</u>	<u>7</u>	<u>14</u>	<u>11</u>	<u>17</u>	<u>5</u>	<u>5</u>	<u>13</u>
Total detail of private sector	<u>11,044</u>	<u>11,098</u>	<u>10,999</u>	<u>10,991</u>	<u>11,197</u>	<u>10,676</u>	<u>10,496</u>	<u>10,244</u>	<u>10,902</u>	<u>10,656</u>
Detail of public sector:										
Federal	692	693	708	761	829	838	840	832	837	869
State	3,837	4,097	4,269	4,273	4,304	4,272	4,276	4,221	4,210	4,249
Local	<u>2,310</u>	<u>2,042</u>	<u>2,004</u>	<u>2,061</u>	<u>2,162</u>	<u>2,272</u>	<u>2,320</u>	<u>2,231</u>	<u>2,206</u>	<u>2,206</u>
Total detail of public sector	<u>6,839</u>	<u>6,832</u>	<u>6,981</u>	<u>7,095</u>	<u>7,295</u>	<u>7,382</u>	<u>7,436</u>	<u>7,284</u>	<u>7,253</u>	<u>7,324</u>

Source: Alaska Department of Labor - Research and Analysis

## City and Borough of Juneau New Construction Residential & Commercial Units (Unaudited)



Based on information presented in Construction and Proposed Assessed Valuation on the opposite page.

**Construction and Proposed Assessed Valuation***Last Ten Fiscal Years*

<b>Fiscal year</b>	<b>Commercial construction</b>		<b>Residential construction</b>		<b>Certified assessed valuation</b>	
	<b>New units</b>	<b>Value <sup>1</sup></b>	<b>New units <sup>2</sup></b>	<b>Value <sup>1</sup></b>	<b>Total taxable</b>	<b>Exemptions</b>
2008	25	\$ 44,703,881	51	11,306,370	\$ 3,845,256,273	\$ 49,047,700
2009	54	41,877,317	25	14,156,982	3,964,306,237	25,477,900
2010	16	13,435,204	27	7,641,698	3,933,364,442	25,811,200
2011	22	37,965,613	53	13,672,117	3,989,344,944	20,990,900
2012	11	32,451,710	33	9,018,804	4,071,713,732	19,794,500
2013	22	21,458,326	45	11,990,819	4,275,067,217	18,809,400
2014	86	8,248,745	68	11,953,364	4,379,714,933	18,007,600
2015	119	16,276,428	86	15,532,082	4,484,327,332	18,554,900
2016	92	8,790,000	88	15,741,000	4,685,425,687	22,028,400
2017	102	15,863,000	69	13,929,000	4,851,998,503	18,509,700

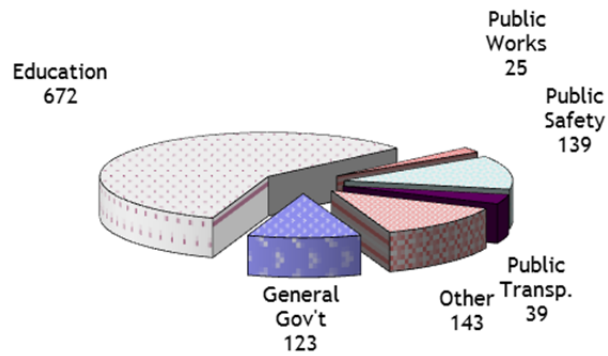
Footnote:

<sup>1</sup> These are only estimated values.<sup>2</sup> Dwelling units only - mobile homes not included.

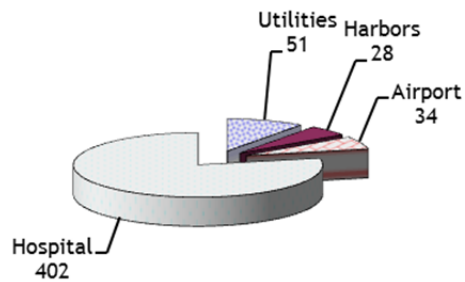
Sources: City and Borough of Juneau, Community Development Department, Buildings Division, and Assessor's Office.

# City and Borough of Juneau

## Governmental Operations Employees For Fiscal Year 2017 (Unaudited)



## Enterprise Operations Employees For Fiscal Year 2017 (Unaudited)



**Number of Full-time Equivalent Employees by Function***Last Ten Fiscal Years*

	<b>Full-time Equivalent Employees</b>									
	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
Governmental operations:										
General government:										
Mayor and Assembly	9	9	9	9	9	9	9	9	9	9
Attorney	11	11	11	11	10	10	9	9	9	9
City manager's office	10	9	9	8	8	8	8	8	8	9
City clerk	3	4	4	4	3	3	3	3	2	2
Human Resources	4	4	4	4	4	4	4	4	4	4
Lands and resource management	4	4	3	3	3	3	3	3	2	2
Data processing	15	14	14	14	13	13	13	13	12	12
Insurance	6	6	6	6	5	5	5	5	5	5
Finance	45	46	45	46	45	47	47	46	46	47
Engineering	18	16	18	22	23	26	26	35	37	37
Total general government	<u>125</u>	<u>123</u>	<u>123</u>	<u>127</u>	<u>123</u>	<u>128</u>	<u>127</u>	<u>135</u>	<u>134</u>	<u>136</u>
Eaglecrest	7	7	6	9	7	7	7	7	7	7
Libraries	28	27	27	22	22	21	21	21	21	21
Parks and Recreation	! 88 +	86 +	90 +	97 +	99 +	90 +	98 +	78	77	77
Community development	24	23	23	25	26	26	26	26	28	27
Public Safety:										
Police	94	94	94	95	95	94	94	94	93	93
Fire	48	45	45	45	44	44	44	44	44	43
Total public safety	<u>142</u>	<u>139</u>	<u>139</u>	<u>140</u>	<u>139</u>	<u>138</u>	<u>138</u>	<u>138</u>	<u>137</u>	<u>136</u>
Public works	22	25	25	26	27	27	27	27	27	26
Public transportation	40	39	39	39	38	38	38	38	35	35
Total government operations	<u>476</u>	<u>469</u>	<u>472</u>	<u>485</u>	<u>481</u>	<u>475</u>	<u>482</u>	<u>470</u>	<u>466</u>	<u>465</u>
Enterprise operations:										
Juneau International Airport	34	34	35	29	29	29	28	25	24	24
Bartlett Regional Hospital	414	402	382	400	410	408	405	388	382	368
Areawide Utilities	53	51	50	51	51	51	50	50	50	50
Boat Harbors & Dock	28	28	28	27	26	25	22	22	22	22
Total enterprise operations	<u>529</u>	<u>515</u>	<u>495</u>	<u>507</u>	<u>516</u>	<u>513</u>	<u>505</u>	<u>485</u>	<u>478</u>	<u>464</u>
Component Unit:	<u>671</u>	<u>672</u>	<u>654</u>	<u>624</u>	<u>640</u>	<u>689</u>	<u>712</u>	<u>689</u>	<u>687</u>	<u>669</u>
Total all operations	<u>1,676</u>	<u>1,656</u>	<u>1,621</u>	<u>1,616</u>	<u>1,637</u>	<u>1,677</u>	<u>1,699</u>	<u>1,644</u>	<u>1,631</u>	<u>1,598</u>

Source: City and Borough of Juneau, Bartlett Regional Hospital, and Juneau School District payroll offices.

! These numbers have been updated with all Parks and Recreation employees, not just Recreation

+ A new pool opened in 2011.

**Capital Asset Statistics and Operating Indicators by Function/Program***Last Ten Fiscal Years*

<b>Function/program</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b><u>Streets</u></b>			
Miles of streets	130	130	129
Miles of sidewalks	31	31	30
<b><u>Juneau International Airport</u></b>			
Major airline landings	5,076	5,184 *	4,799
Major airline passengers enplaning	320,512	319,551	293,682
<b><u>Water Services</u></b>			
Number of flat charged water units and meter accounts billed	9,668	9,592	9,512
Miles of water mains	180	180	179
Number of fire hydrants	1,450	1,450	1,300
Number of wells	7	7	7
Number of reservoirs	9	9	9
Number of pump stations	9	9	9
<b><u>Wastewater Services</u></b>			
Number of flat charged wastewater units and meter accounts billed	8,739	8,644	8,615
Miles of sanitary sewer	150	150	150
Number of lift stations	46	46	45
Number of wastewater treatment plants	3	3	3
Yearly gallonage treated (million)	1,025	1,200	1,173
<b><u>Fire Protection</u></b>			
Number of fire alarms	1,182	986	997
Number of stations	5	5	5
Number of volunteer firefighters	65	87	63
Square footage occupied	57,322	57,322	57,322
<b><u>Police Protection</u></b>			
Reported violent crimes	2,746	2,179	1,928
Number of stations	1	1	1
Square footage occupied	32,000	32,000	32,000
<b><u>Parks, Recreation and Culture</u></b>			
Number of Recreation Service Parks	35	35	35
Total acres	481	481	481
Number of Natural Area Parks	81	81	81
Total acres	4,139	4,139	4,139
Number of convention centers	1	1	1
<b><u>Bartlett Regional Hospital</u></b>			
Hospital admissions	2,805	2,649	2,380
Number of beds	73	73	73
Square footage occupied	194,828	194,828	194,828

\* Corrected information

Sources: Public Works Department, Juneau International Airport, Fire, Police, Parks and Recreation, and Bartlett Regional Hospital.

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
129	129	129	129	129	95	95
30	30	29	28	27	38	37
4,654	4,591 *	4,675 *	5,140	5,308 *	5,417	5,624
280,149	275,018 *	275,324 *	273,355	265,441 *	257,710	284,555
9,470	9,408	9,355	9,337	9,600	9,491	9,437
179	179	179	179	179	179	179
1,300	1,300	1,300	1,300	1,300	1,300	1,300
5	5	5	5	5	5	5
9	9	9	9	9	9	9
9	9	9	9	9	9	9
8,579	8,540	8,375	8,367	8,495	8,378	8,338
148	148	143	140	139	129	129
45	45	45	45	45	41	41
3	3	3	3	3	3	3
1,149	1,418	1,238	1,295	1,267	1,267	1,308
1,080	899	936	1,083	982	906	982
5	5	5	5	5	5	5
70	72	81	81	95	90*	95
57,322	57,322	57,322	57,322	57,322	57,322	57,322
1,585	1,638	1,883	1,663	2,550	709	694
1	1	1	1	1	1	1
32,000	32,000	32,000	32,000	32,000	32,000	32,000
35	35	35	35	35	36	36
481	481	481	481	481	481	481
81	81	81	81	81	71	71
4,139	4,139	4,139	4,139	4,139	4,139	4,139
1	1	1	1	1	1	1
1,920	2,159	2,136	2,376	2,285	2,240	2,311
73	73	73	73	71	71	71
194,828	194,828	194,828	194,828	194,828	194,828	194,828

**Parks, Recreation, and Culture Operating Indicators by Function/Program***Last Ten Fiscal Years*

<b>Function/program</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b><u>Zach Gordon Youth Center</u></b>			
Yearly attendance - youth	15,958	9,205	40,148
Yearly attendance - adult	1,282	1,012	1,438
<b><u>Augustus Brown Swimming Pool</u></b>			
Total attendance per year	49,000	43,000	50,935
<b><u>Dimond Park Aquatic Center</u></b>			
Total attendance per year	80,000	62,000	51,288
<b><u>Treadwell Ice Arena</u></b>			
Attendance - ice	46,685	48,111	44,189
Attendance - summer	307	-	-
Attendance - August ice	2,514	2,514	2,119
<b><u>Areawide Recreation</u></b>			
Number of participants - youth	1,173	1,130	1,269
Number of participants - adult	944	887	900
Mt. Jumbo: attendance - youth	1,592	1,672	2,268
attendance - adult	2,745	2,981	3,431
<b><u>Centennial Hall Convention Center</u></b>			
Yearly attendance	65,092	85,189	65,600
Number of dark days	131	144	131
<b><u>Landscape Maintenance</u></b>			
Number of annuals planted	16,512	15,608	15,808
Square feet of perennials	63,294	50,197	50,197
Acres of turf	27	25	25
<b><u>Park Maintenance</u></b>			
Number of parks/recreation areas	36	36	35
Number of sports fields	23	23	24
Number of picnic areas	20	20	11
Number of playgrounds	14	14	15
<b><u>Eagle Valley Center</u></b>			
Number of rentals	66 <sup>3</sup>	N/A	N/A
<b><u>Juneau Douglas City Museum</u></b>			
Yearly attendance	15,895	16,197 <sup>*</sup>	17,933
<b><u>Libraries</u></b>			
Yearly attendance	204,522 <sup>4</sup>	N/A	N/A

<sup>1</sup> Due to staffing restrictions, pool hours were shortened in FY14 negatively affecting attendance<sup>2</sup> Dimond Park Aquatic Center opened February 2011<sup>3</sup> Eagle Valley Center began tracking yearly rentals in FY17.<sup>4</sup> Libraries began tracking yearly attendance in FY17.

\* Corrected information

Sources: Parks and Recreation and Libraries Departments



<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
77,512	77,916	82,648	57,985	36,102	21,547	22,554
4,284	3,984	4,412	4,359	3,296	3,106	4,681
49,926	51,728	45,004	63,838	91,696	97,295	90,671
49,481 <sup>1</sup>	57,247	72,788	7,500 <sup>2</sup>	-	-	-
37,444	41,708	42,324	44,768	44,991	44,537	50,226
92	542	145	293	46	81	88
1,297	1,607	1,833	1,503	1,987	1,978	1,809
1,112	1,101	1,183	1,293	1,458	1,094	1,903
1,300	1,365	1,423	1,479	1,482	1,363	1,371
1,797	2,631	3,806	4,638	3,321	3,780	3,407
2,690	3,296	3,694	4,156	3,802	4,691	5,404
77,629	74,313	88,858	84,947	68,000	91,240	61,000
134	101	60	55	49	44	38
15,924	17,775	16,335	16,335	17,872	17,872	17,872
50,197	43,762	43,762	40,762	17,370	17,370	17,370
25	24	24	26	23	23	23
35	35	35	35	35	36	36
24	24	24	24	24	24	24
11	11	11	11	11	11	11
15	15	15	15	15	15	15
N/A	N/A	N/A	N/A	N/A	N/A	N/A
14,885 *	14,808 *	13,761 *	16,129	20,071	20,620	22,751
N/A	N/A	N/A	N/A	N/A	N/A	N/A

