

Introduced By: Mayor John Eberhart
Finance Committee Review: December 1, 2015
Introduced: December 7, 2015

ORDINANCE NO. 5998, AS AMENDED

**AN ORDINANCE ADOPTING THE 2016 OPERATING
AND CAPITAL BUDGETS**

WHEREAS, pursuant to City Charter Section 5.2, on October 31, 2015, Mayor Eberhart presented a recommended annual operating and capital budget estimate for 2016; and

WHEREAS, the proposed budget has been reviewed by the City Finance Committee (CFC) with the active participation of City Department Directors. The CFC's suggested changes to the Mayor's recommended budget are disclosed in the increase (decrease) columns;

NOW, THEREFORE, BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows [amendments shown in **bold font**; deleted text or amounts in ~~font~~]:

SECTION 1. There is hereby appropriated to the 2016 General Fund and the Capital Fund budgets the following sources of revenue and expenditures in the amounts indicated to the departments named for the purpose of conducting the business of the City of Fairbanks, Alaska, for the fiscal year commencing on January 1, 2016 and ending December 31, 2016 (see pages 2 and 3):

GENERAL FUND

REVENUE	MAYOR RECOMMENDS	REVIEW PERIOD INCREASE (DECREASE)	COUNCIL APPROPRIATION
Taxes, (all sources)	\$ 21,319,723	\$ -	\$ 21,319,723
Charges for Services	4,587,620	62,441	4,650,061
Intergovernmental Revenues	3,143,100	-	3,143,100
Licenses & Permits	1,863,700	-	1,863,700
Fines, Forfeitures & Penalties	927,075	(140,000)	787,075
Interest & Penalties	115,000	-	115,000
Rental & Lease Income	168,550	-	168,550
Other Revenues	222,600	-	222,600
Other Financing Sources	3,980,585	-	3,980,585
Total revenue appropriation	\$ 36,327,953	\$ (77,559)	\$ 36,250,394
EXPENDITURES			
Mayor and Council	\$ 623,193	\$ (11,530)	\$ 611,663
Office of the City Attorney	181,184	1,217	182,401
Office of the City Clerk	348,581	-	348,581
Finance Department	950,407	(2,000)	948,407
Information Technology	2,315,143	(346,855)	1,968,288
General Account	5,482,342	(10,000)	5,472,342
Risk Management	1,442,817	(14,000)	1,428,817
Police Department	7,126,572	(136,871)	6,989,701
Dispatch Center	2,149,696	-	2,149,696
Fire Department	6,425,111	(64,601)	6,360,510
Public Works Department	7,575,425	(75,000)	7,500,425
Engineering Department	626,807	(6,027)	620,780
Building Department	683,304	(3,998)	679,306
Total expenditure appropriation	\$ 35,930,582	\$ (669,665)	\$ 35,260,917
12/31/15 estimated general fund balance	\$ 10,686,197	\$ -	\$ 10,686,197
Increase (Decrease) to fund balance	397,371	592,106	989,477
Nonspendable	(473,424)	-	(473,424)
Committed for snow removal	(250,000)	-	(250,000)
Assigned self insurance	(793,207)	-	(793,207)
12/31/16 Unassigned balance	\$ 9,566,937	\$ 592,106	\$ 10,159,043

Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$4,000,000.

\$ 7,052,183

<u>CAPITAL FUND</u>			
<u>REVENUE</u>	<u>MAYOR RECOMENDS</u>	<u>REVIEW PERIOD INCREASE (DECREASE)</u>	<u>COUNCIL APPROPRIATION</u>
Transfer from Permanent Fund	\$ 541,254	-	\$ 541,254
Transfer from General Fund	492,509	-	492,509
Public Works	250,000	(75,000)	175,000
Building	10,000	-	10,000
Engineering	10,000	-	10,000
Police	180,000	-	180,000
Dispatch	140,000	-	140,000
Fire	250,000	-	250,000
IT	260,441	(104,355)	156,086
Property Repair & Replacement	145,000	-	145,000
Total revenues	\$ 2,279,204	\$ (179,355)	\$ 2,099,849
 <u>EXPENDITURES</u>			
IT Department	\$ 241,671	\$ (85,585)	\$ 156,086
Police Department	180,000	-	180,000
Fire Department	210,000	-	210,000
Public Works Department	601,000	-	601,000
Road Maintenance	175,000	(75,000)	100,000
Property Repair & Replacement	552,270	(122,770)	429,500
Total expenditures	\$ 1,959,941	(283,355)	1,676,586
 12/31/15 capital fund balance	 \$ 3,067,538	 \$ -	 \$ 3,067,538
Increase (Decrease) to fund balance	319,263	104,000	423,263
12/31/16 assigned fund balance	\$ 3,386,801	\$ 104,000	\$ 3,490,801

SECTION 2. In response to the Alaska Labor Relations Agency Decision and Order No. 305 (November 24, 2015), and to provide the Fire Department personnel a 1.1% compensation increase, the following changes are made to the Mayor's 10/30/15 budget recommendation:

General Fund

Expenditures

Increase Police salaries and wages	\$242,914
Increase Dispatch salaries and wages	58,548
Increase Fire salaries and wages	<u>\$ 45,283</u>

Total increase to Mayor's Recommended
Budget \$346,745

Fund Balance Change (net income)

Increase to fund balance at 10/30/15	\$397,371
Fund balance impact of section 2 changes	<u>(346,745)</u>
Adjusted increase to fund balance	<u>\$ 50,626</u>

SECTION 3. All appropriations made by this ordinance lapse at the end of the fiscal year to the extent they have not been expended or contractually committed to the departments named for the purpose of conducting the business of said departments of the City of Fairbanks, Alaska, for the fiscal year commencing on January 1, 2016 and ending December 31, 2016.

SECTION 4. The effective date of this ordinance shall be the 19th day of December 2015.




JOHN EBERHART, MAYOR

AYES: Huntington, Matherly, Gatewood, Pruhs, Cleworth, Walley
NAYS: None
ABSENT: None
ADOPTED: December 14, 2015

ATTEST:

APPROVED AS TO FORM:



Danyielle Snider, CMC, City Clerk



Paul J. Ewers, City Attorney