

Introduced By: Council Member Cleworth  
Council Member Matherly  
Council Member Pruhs  
Finance Committee Review: January 19, 2016  
Introduced: January 25, 2016

**ORDINANCE NO. 6003, AS AMENDED**

**AN ORDINANCE AMENDING THE 2016 OPERATING AND  
CAPITAL BUDGETS FOR THE FIRST TIME**

**WHEREAS**, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2016 operating and capital budgets; and

**NOW, THEREFORE, BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows:**

**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 January 1, 2016 and ending December 31, 2016 (see pages 2 and 3) [changes shown in **bold font**]. [amendments shown in **bold underlined** font; deleted text or amounts in ~~strikethrough~~ font]:

## GENERAL FUND

<u>REVENUE</u>	2016 ADOPTED BUDGET	INCREASE (DECREASE)	AS AMENDED
Taxes, (all sources)	\$ 21,319,723	\$ -	\$ 21,319,723
Charges for Services	4,650,061	(11,252)	4,638,809
Intergovernmental Revenues	3,143,100		3,143,100
Licenses & Permits	1,863,700	-	1,863,700
Fines, Forfeitures & Penalties	787,075	-	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	(2,700,000)	1,280,585
<b>Total revenue appropriation</b>	<b>\$ 36,250,394</b>	<b>\$ (2,711,252)</b>	<b>\$ 33,539,142</b>
 <u>EXPENDITURES</u>			
Mayor and Council	\$ 611,663	\$ -	\$ 611,663
Office of the City Attorney	182,401	1,200	183,601
Office of the City Clerk	348,581	397	348,978
Finance Department	948,407	-	948,407
Information Technology	1,968,288	8,735	1,977,023
General Account	5,472,342	63,711	5,536,053
Risk Management	1,428,817	6,170	1,434,987
Police Department	6,989,701	34,382	7,024,083
Dispatch Center	2,149,696	10,799	2,160,495
Fire Department	6,360,510	32,067	6,392,577
Public Works Department	7,500,425	313,686	7,814,111
Engineering Department	620,780	-	620,780
Building Department	679,306	9,997	689,303
<b>Total expenditure appropriation</b>	<b>\$ 35,260,917</b>	<b>\$ 481,144</b>	<b>\$ 35,742,061</b>
 12/31/15 estimated general fund balance	 \$ 10,686,197	 \$ 3,565,708	 \$ 14,251,905
Increase (Decrease) to fund balance	989,477	(88,052)	901,425
Assigned PY encumbrances	-	(404,344)	(404,344)
Nonspendable	(473,424)	(754,903)	(1,228,327)
Committed for snow removal	(250,000)	-	(250,000)
Assigned self insurance	(793,207)	178,751	(614,456)
Transfer to capital and permanent funds		(2,700,000)	(2,700,000)
12/31/16 Unassigned balance	<u>\$ 10,159,043</u>	<u>\$ (202,840)</u>	<u>\$ 9,956,203</u>
 Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$4,000,000.			 <u>\$ 7,148,412</u>

## CAPITAL FUND

REVENUE	2016 ADOPTED BUDGET	INCREASE (DECREASE)	AS AMENDED
Transfer from Permanent Fund	\$ 541,254	-	\$ 541,254
Transfer from General Fund	492,509	<b>540,000</b>	<b>1,032,509</b>
Public Works	175,000	<b>600,000</b>	<b>775,000</b>
Building	10,000	-	10,000
Engineering	10,000	-	10,000
Police	180,000	<b>60,000</b>	<b>240,000</b>
Dispatch	140,000	-	140,000
Fire	250,000	-	250,000
IT	156,086	-	156,086
Property Repair & Replacement	145,000	-	145,000
Road Maintenance	-	<b>1,000,000</b>	<b>1,000,000</b>
Internal Transfer to Road Maintenance	-	<b>2,197,830</b>	<b>2,197,830</b>
<b>Total revenues</b>	<b>\$ 2,099,849</b>	<b>\$ 4,397,830</b>	<b>\$ 6,497,679</b>
<b>EXPENDITURES</b>			
IT Department	\$ 156,086	\$ 91,722	\$ 247,808
Dispatch	-	<b>82,532</b>	<b>82,532</b>
Police Department	180,000	<b>147,896</b>	<b>327,896</b>
Fire Department	210,000	<b>252,751</b>	<b>462,751</b>
Public Works Department	601,000	<b>244,500</b>	<b>845,500</b>
Property Repair & Replacement	429,500	<b>775,691</b>	<b>1,205,191</b>
Road Maintenance	100,000	<b>2,197,830</b>	<b>2,297,830</b>
<b>Total expenditures</b>	<b>\$ 1,676,586</b>	<b>3,792,922</b>	<b>5,469,508</b>
12/31/15 capital fund balance	\$ 3,067,538	\$ 3,592,372	\$ 6,659,910
Increase (Decrease) to fund balance	423,263	<b>2,150,000</b>	<b>2,573,263</b>
Prior year encumbrances		<b>(1,545,092)</b>	<b>(1,545,092)</b>
Internal transfer to Rickert St		<b>(2,197,830)</b>	<b>(2,197,830)</b>
<b>12/31/16 assigned fund balance</b>	<b>\$ 3,490,801</b>	<b>\$ 1,999,450</b>	<b>\$ 5,490,251</b>

**SECTION 2.** 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 3.** The effective date of this ordinance shall be the 13th day of February 2016.





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**JOHN EBERHART, MAYOR**

AYES: Pruhs, Gatewood, Cleworth, Matherly, Walley  
NAYS: None  
ABSENT: Huntington  
ADOPTED: February 8, 2016

ATTEST:

APPROVED AS TO FORM:

  
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Danyielle Snider, CMC, City Clerk  
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Paul J. Ewers, City Attorney

**FISCAL NOTE**  
ORDINANCE NO. 6003, AS AMENDED  
AMENDING THE 2016 OPERATING AND CAPITAL BUDGETS  
FOR THE FIRST TIME

**General Fund—\$2,711,252 Decrease in Revenues**  
**\$ 481,144 Increase in Expenditures**

**Revenue – \$2,711,252 Decrease**

1. Taxes
2. Charges for Services –
  - **\$11,252 decrease in Garbage revenue due to CPI dropping from 1.1% to .5%**
3. Intergovernmental Revenues
4. Licenses & Permits
5. Fines, Forfeitures & Penalties
6. Interest & Penalties
7. Rental & Lease Income
8. Other Revenues
9. Other Financing Sources & (Uses)
  - **\$2,700,000 decrease due to transferring \$2,200,000 of fund balance to the capital fund and \$500,000 permanent fund, respectively**

**Expenditures—\$481,144 Increase**

1. Mayor & Council
2. City Attorney's Office
  - **\$1,200 Increase to Legal Secretary wages**
3. City Clerk's Office
  - **\$397 increase for encumbrance carryforward**
4. Finance Department
5. Information Technology
  - **\$8,735 increase for encumbrance carryforward**

6. General Account

- **\$5,600 increase to outsource mailing (net postage) for Business License**
- **\$58,111 increase for encumbrance carryforward**

7. Risk Management

- **\$6,170 increase for encumbrance carryforward**

8. Police Department

- **\$34,382 increase for encumbrance carryforward**

9. Dispatch

- **\$10,799 increase for encumbrance carryforward**

10. Fire Department

- **\$32,067 increase for encumbrance carryforward**

11. Public Works

- **\$20,000 increase to outsource mailing (net postage) for garbage bills**
- **\$50,000 increase to temporary labor**
- **\$243,686 increase for encumbrance carryforward**

12. Engineering

13. Building Department

- **\$9,997 increase for encumbrance carryforward**

**Capital Fund-\$4,397,830 Increase in Revenues  
\$3,792,922 Increase in Expenditures**

1. REVENUES

2. OTHER FINANCING SOURCES (USES)

- \$60,000 increase due to general fund transfer to the capital fund  
Police category
- \$540,000 Increase due to general fund transfer to the capital fund  
General category
- \$600,000 increase due to general fund transfer to the capital fund  
Public Works category
- \$1,000,000 increase due to general fund transfer to the capital fund  
Road Maintenance category

3. INTERNAL TRANSFER

- \$2,197,830 Transfer from capital fund balance to Road Maintenance  
to fund the Rickert St. project

4. EXPENDITURES

- IT Department-\$91,722 increase for encumbrance carryforward
- Dispatch-\$82,532 increase for encumbrance carryforward
- Police Department-\$147,896 increase for encumbrance carryforward
- Fire Department-\$50,000 increase to buy a new Fire Chief Vehicle
- Fire Department-\$202,751 increase for encumbrance carryforward
- Public Works-\$244,500 increase for encumbrance carryforward
- Property Repair & Replacement-\$775,691 increase for encumbrance  
carryforward
- Appropriate \$2,197,830 to the Rickert Street Project

**2016 Summary GENERAL FUND Budget Changes**

Date	Account	Description	Revenues	Expenditures	Net Income
12/07/15		Ord. 5998 Adopting the 2016 Operating and Capital Budget	\$ 36,250,394	\$ (35,260,917)	\$ 989,477
02/01/16	Wages	Ord. 6003* Amending the 2016 Budget for the first time *Includes fund balance transfer of \$2,700,000 and \$404,344 for prior year encumbrances, \$754,903 of nonspendable inventory, and an \$178,750 decrease in self-insurance assignments	-	(88,052)	(88,052)

<u>\$ 36,250,394</u>	<u>\$ (35,348,969)</u>	<u>\$ 901,425</u>
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**Note:** Does not include encumbrances which are funded by prior year Fund Balance or interfund transfers subsequent to the original budget.