

ORDINANCE NO. 6036

**AN ORDINANCE AMENDING THE 2016 OPERATING AND
CAPITAL BUDGETS FOR THE FOURTH TIME AND RATIFYING
SOME TERMS OF THE 2014 PSEA CBA**

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)	\$ 21,346,128	\$ -	\$ 21,346,128
Charges for Services	4,644,176	-	4,644,176
Intergovernmental Revenues	3,154,400	-	3,154,400
Licenses & Permits	1,904,462	-	1,904,462
Fines, Forfeitures & Penalties	589,875	-	589,875
Interest & Penalties	126,250	-	126,250
Rental & Lease Income	153,590	-	153,590
Other Revenues	222,600	-	222,600
Other Financing Sources	1,277,042	-	1,277,042
Total revenue appropriation	<u>\$ 33,418,523</u>	<u>\$ -</u>	<u>\$ 33,418,523</u>
 <u>EXPENDITURES</u>			
Mayor and Council	\$ 648,219	\$ -	\$ 648,219
Office of the City Attorney	214,788	-	214,788
Office of the City Clerk	341,174	-	341,174
Finance Department	886,613	-	886,613
Information Technology	1,991,167	-	1,991,167
General Account	5,788,203	-	5,788,203
Risk Management	2,049,934	-	2,049,934
Police Department	6,884,905	974,589	7,859,494
Dispatch Center	2,162,007	306,584	2,468,591
Fire Department	6,396,346	-	6,396,346
Public Works Department	7,790,936	-	7,790,936
Engineering Department	630,315	-	630,315
Building Department	697,394	-	697,394
Total expenditure appropriation	<u>\$ 36,482,001</u>	<u>\$ 1,281,173</u>	<u>\$ 37,763,174</u>
12/31/15 estimated general fund balance	\$ 11,924,467	\$ -	\$ 11,924,467
Increase (Decrease) to fund balance	40,866	(1,281,173)	(1,240,307)
Prior Year encumbrances	(404,344)	-	(404,344)
Transfer to capital and permanent funds	(2,700,000)	-	(2,700,000)
12/31/16 Unassigned balance	<u>\$ 8,860,989</u>	<u>\$ (1,281,173)</u>	<u>\$ 7,579,816</u>
Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$4,000,000.			<u>\$ 7,552,635</u>

CAPITAL FUND

<u>REVENUE</u>	2016 ADOPTED BUDGET	INCREASE (DECREASE)	AS AMENDED
Transfer from Permanent Fund	\$ 558,694	-	\$ 558,694
Transfer from General Fund	1,032,509	-	1,032,509
Public Works	775,000	-	775,000
Building	10,000	-	10,000
Engineering	10,000	-	10,000
Police	240,000	-	240,000
Dispatch	140,000	-	140,000
Fire	250,000	-	250,000
IT	156,086	-	156,086
Property Repair & Replacement	145,000	-	145,000
Road Maintenance	1,000,000	-	1,000,000
Internal Transfer to Road Maintenance	2,197,830	-	2,197,830
Total revenues	<u>\$ 6,515,119</u>	<u>\$ -</u>	<u>\$ 6,515,119</u>
 <u>EXPENDITURES</u>			
IT Department	\$ 247,808	\$ -	\$ 247,808
Dispatch	82,532	-	82,532
Police Department	387,896	-	387,896
Fire Department	538,208	-	538,208
Public Works Department	1,335,500	-	1,335,500
Property Repair & Replacement	1,325,726	-	1,325,726
Road Maintenance	3,596,086	-	3,596,086
Total expenditures	<u>\$ 7,513,756</u>	<u>-</u>	<u>7,513,756</u>
12/31/15 capital fund balance	\$ 4,759,476	\$ -	\$ 4,759,476
Increase (Decrease) to fund balance	(998,637)	-	(998,637)
Prior year encumbrances	-	-	-
Internal transfer to Rickert St	-	-	-
12/31/16 assigned fund balance	<u>\$ 3,760,839</u>	<u>\$ -</u>	<u>\$ 3,760,839</u>

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 12th day of December 2016.

JIM MATHERLY, MAYOR

AYES: Therrien, Rogers, Norum
NAYS: Pruhs, Huntington, Cleworth, Matherly
ABSENT: None
FAILED: December 5, 2016

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, CMC, City Clerk

Paul J. Ewers, City Attorney

FISCAL NOTE
ORDINANCE NO. 6036
AMENDING THE 2016 OPERATING AND CAPITAL BUDGETS
FOR THE FOURTH TIME

General Fund – No Change in Revenue
\$ 1,281,173 Increase in Expenditures

Revenue – **No Change**

1. Taxes
2. Charges for Services
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)

Expenditures - **\$1,281,173 Increase**

1. Mayor & Council
2. City Attorney's Office
3. City Clerk's Office
4. Finance Department
5. Information Technology
6. General Account
7. Risk Management
8. Police Department **\$974,589 increase (2.3 years equals \$2,241,555)**
 - **\$38,981 10% increase to leave**
 - **\$40,538 increase of an additional 30 hours leave for employees with ten or more years of tenure (no backfill OT due to post period)**
 - **\$77,000 retro of \$1,750 for 44 current employees**
 - **\$161,040 increase of \$250 per month in city paid health for 44 current employees, includes 22% PERS**
 - **\$216,341 10% overtime increase, includes PERS**
 - **\$440,689 10% increase on earned wages, includes PERS**

9. Dispatch **\$306,584 increase (2.3 years equals \$705,143)**

- **\$7,780 increase of an additional 30 hours leave for employees with ten or more years of tenure (no backfill OT due to post period)**
- **\$15,153 increase to leave**
- **\$32,375 retro of \$1,750 for 18.5 employees who worked in 2016**
- **\$65,880 increase of \$250 per month in city paid health, includes 22% PERS**
- **\$78,079 10% overtime increase, includes PERS**
- **\$107,317 10% increase on earned wages, includes PERS**

10. Fire Department

11. Public Works

12. Engineering

13. Building Department

Capital Fund- NO CHANGES

FAILED TO ADVANCE

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	(11,252)	(76,800)	(88,052)
03/25/16		Ord 6008 Amending the 2016 Budget for the second time	9,378	(120,720)	(111,342)
11/07/16		Ord 6032 Amending the 2016 Budget for the third time	(129,997)	(619,220)	(749,217)
12/05/16		Ord 6036 Amending the 2016 Budget for the fourth time	(1,281,173)	-	(1,281,173)

<u>\$ 34,837,350</u>	<u>\$ (36,077,657)</u>	<u>\$ (1,240,307)</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.

