



FAIRBANKS CITY COUNCIL
AGENDA NO. 2011-20
REGULAR MEETING October 24, 2011
FAIRBANKS CITY COUNCIL CHAMBERS
800 CUSHMAN STREET, FAIRBANKS, ALASKA

REGULAR MEETING

I 7:00 P.M.

1. ROLL CALL

2. INVOCATION

3. FLAG SALUTATION

4. CITIZENS COMMENTS, oral communications to Council on any item not up for Public Hearing. Testimony is limited to five (5) minutes. Any person wishing to speak needs to complete the register located in the hallway. Normal standards of decorum and courtesy should be observed by all speakers. Remarks should be directed to the City Council as a body rather than to any particular Council Member or member of the staff. In consideration of others, kindly silence all cell phone, electronic and messaging devices.

5. APPROVAL OF AGENDA AND CONSENT AGENDA

(Approval of Consent Agenda passes all routine items indicated by an asterisk (*). Consent Agenda items are not considered separately unless a Council Member so requests. In the event of such a request, the item is returned to the General Agenda).

6. APPROVAL OF PREVIOUS MINUTES

* Regular Meeting Minutes of June 27, 2011

7. SPECIAL ORDERS

8. MAYOR'S COMMENTS AND REPORT

9. UNFINISHED BUSINESS

- a) Resolution No. 4489 – A Resolution to Amend the City Schedule of Fees and Charges for Services. Introduced by Mayor Cleworth. POSTPONED from the Regular Meeting of September 19, 2011.
- b) Ordinance No. 5861 – An Ordinance to Amend Fairbanks General Code Chapter 14, Article X. Towing Vehicles. Introduced by Mayor Cleworth. SECOND READING AND PUBLIC HEARING.
- c) Ordinance No. 5862 – An Ordinance to Amend Fairbanks General Code Section 74-117(f) Providing that Hotel/Motel Tax Grants May Only be Used for the Purposes Stated on the Application. Introduced by Council Member Stiver. SECOND READING AND PUBLIC HEARING.

10. 2011 MUNICIPAL ELECTION

- a) Certification of the 2011 Municipal Election Results
- b) Oath of Office

11. NEW BUSINESS

- *a) Resolution No. 4492 – A Resolution Stating the City’s Capital Priorities for the State 2012-13 Fiscal Year. Introduced by Mayor Cleworth.
- *b) Ordinance No. 5863 – An Ordinance Amending the 2011 Budget Estimate for the Third Time. Introduced by Mayor Cleworth.
- *c) Ordinance No. 5864 – An Ordinance to Amend Fairbanks General Code Chapter 14, Article XIII Business Licensing Regarding Application Information and Fees. Introduced by Mayor Cleworth.

12. DISCUSSION ITEMS (INFORMATION AND REPORT)

Committee Reports

13. COMMUNICATIONS TO COUNCIL

14. COUNCIL MEMBERS’ COMMENTS

15. CITY ATTORNEY'S REPORT
16. CITY CLERK'S REPORT
17. EXECUTIVE SESSION – Labor Negotiations: AFL-CIO and IBEW.
18. ADJOURNMENT



FAIRBANKS CITY COUNCIL
REGULAR MEETING MINUTES, JUNE 27, 2011
FAIRBANKS CITY COUNCIL CHAMBERS
800 CUSHMAN STREET, FAIRBANKS, ALASKA

The City Council convened at 7:00 p.m. on the above date, to conduct a Regular Meeting of the Fairbanks City Council at the City Council Chambers, 800 Cushman Street, Fairbanks, Alaska, with Mayor Jerry Cleworth presiding and with the following Council Members in attendance:

Council Members Present: Vivian Stiver, Seat A
Chad Roberts, Seat B
Bernard Gatewood, Seat C
Jim Matherly, Seat D
Emily Bratcher, Seat E
John Eberhart, Seat F

Absent: None

Also Present: Jerry Cleworth, Mayor
Patrick B. Cole, Chief of Staff
Warren Cummings, Fire Chief
Paul Ewers, City Attorney
Janey Hovenden, City Clerk
Stephanie Johnson, Dispatch Center Manager
Carmen Randle, Controller
Ryan Rickels, IT Director
Tony C. Shumate, Director Personnel/Purchasing/RM
Jim N. Soileau, Chief Financial Officer

INVOCATION

The Invocation was given by City Clerk Janey Hovenden.

FLAG SALUTATION

Mayor Cleworth led the Flag Salutation.

CITIZEN'S COMMENTS

Victor Buberger, PO Box 58192, Fairbanks. Mr. Buberger thanked Public Works for filling pot holes at 10th and Cushman and expressed hope for more road work to be done on South Cushman. He also spoke of the homeless and a possible solution to the problem in Fairbanks. He complimented the police department on apprehending the purse snatcher.

Tim Sovde, 402 Bonnifield, Fairbanks. Mr. Sovde delivered the latest publication of "The Woodshed" and pointed out the Community Borough Budget Survey. He stated that the survey was done over a large cross-section of the population and appears to be very accurate. The poll

tells him that people like what they are getting and nothing more. Mr. Sovde thanked the City Council for its good management of time and its fiscal responsibilities.

Charles Bettisworth, 204 Front Street, Fairbanks. Mr. Bettisworth spoke in support of Ordinance No. 5852, dealing with the loan restructure for Fairview Manor and for the building of Raven's Landing. He pointed out that the third building of the Fairview Manor Complex has been torn down in preparation for the second new 20-unit apartment building for the Raven's Landing seniors. Mr. Bettisworth stated that the project to this point has been a reasonable success, but the one missing component is the Community Center. With the nearly \$1,000,000 the seniors have raised so far, he believes they could construct the dining hall and kitchen. Mr. Bettisworth confirmed that Weeks Field Development Group fully supports this ordinance.

Frank Turney, 201 7th Avenue, Fairbanks. Mr. Turney stated that Mr. Buberger has been very critical of the federal grants regarding cold cases and unsolved murders. He suggested that funding may be obtained from the state to solve these cases. He spoke of former Mayors and the requests, past and present, for finding out what happens to marijuana after it's seized by the Fairbanks Police Department. Mr. Turney spoke about the hit and run accident that killed Ms. Rockar; it is his belief that we should honor her request for no funeral services.

David Lerman, 126 2nd Avenue, Apt #15, Fairbanks. Mr. Lerman mentioned the recent accident that killed a pedestrian and stated that he is a bike rider. He stated that the right-of-way is being ignored by motorists, so pedestrians must use extra caution. Mr. Lerman also brought to light his suggestion on the Renovation Fairbanks website: that crosswalks be raised and painted neon colors and that Fairbanks needs an educational campaign to raise awareness of pedestrian rights at intersections. He spoke about the rise of local politics in the Fairbanks area with larger turnouts at public meetings. He thinks this will translate to an increased number of voters at polls. Mr. Lerman spoke again about his idea for phasing out hydronic heaters in Fairbanks and his solution for heated bus stops. He complimented the Downtown Association on the Downtown Market and the great vendors there. He also spoke of his idea for "Divorce-your-car-day."

APPROVAL OF AGENDA AND CONSENT AGENDA

Mr. Roberts, seconded by **Ms. Bratcher**, moved to APPROVE the Agenda and Consent Agenda.

Ms. Bratcher, seconded by **Mr. Gatewood**, moved to ADD Hand carried Resolution No. 4476 to the Agenda, under New Business.

Mayor Cleworth called for objection and, hearing none, so ORDERED.

Ms. Bratcher, seconded by **Mr. Gatewood**, moved to MOVE THE MINUTES TO THE CONSENT AGENDA.

Mayor Cleworth called for objection and, hearing none, so ORDERED.

City Clerk Hovenden read the Consent Agenda, as Amended, on the record.

APPROVAL OF PREVIOUS MINUTES

- a) Meeting Minutes of May 23, 2011.

PASSED and APPROVED on the CONSENT AGENDA.

- b) Meeting Minutes of June 6, 2011.

PASSED and APPROVED on the CONSENT AGENDA.

MAYOR'S COMMENTS AND REPORT

Mayor Cleworth stated that there would be an audit presentation at the next regular meeting. He thanked the Finance Department for its progress in that area. He referenced the letter sent to Mr. Marlow a few months ago regarding the Polaris Building. He encouraged Council Member Stiver to comment later in the meeting if she had any new information. The Mayor stated that the Polaris Building should become one of the City Council's main focuses in the very near future. **Mayor Cleworth** expressed concern that the City had not yet received a response from Mr. Marlow. The Mayor also stated that there were several hot topics at the last Borough Assembly meeting, including the freezing of the salaries for the administration; any employees under contract were not affected. **Mayor Cleworth** commented on a statement made by the union representatives present at the assembly meeting, that in order to be fair, *all* salaries should be frozen or raised across the board, not *some*. The Mayor spoke to the Downtown Foot Patrol that had begun a few weeks ago and the positive feedback he had received from the community. He commended the two officers on patrol. He also spoke about the success of the Summer Solstice Celebration downtown. **Mayor Cleworth** expressed his sadness for the loss of Ms. Rockar, a fixture in our community.

UNFINISHED BUSINESS

- a) ORDINANCE NO. 5851 – An Ordinance to Approve the Monetary Terms of the Arbitrator's Opinion and Award in the Matter of the City of Fairbanks and the Public Safety Employees Association Local 803. Introduced by Council Members Eberhart and Matherly. SECOND READING AND PUBLIC HEARING.

Mr. Eberhart, seconded by **Mr. Gatewood**, moved to ADOPT Ordinance No. 5851.

Ms. Bratcher, seconded by **Mr. Roberts**, moved to HEAR THE STAFF REPORT before public testimony.

A ROLL CALL VOTE WAS TAKEN ON THE MOTION TO HEAR THE STAFF REPORT FOR BEFORE PUBLIC TESTIMONY, AS FOLLOWS:

YEAS: Gatewood, Roberts, Eberhart, Matherly, Bratcher
NAYS: Stiver

Mayor Cleworth declared the MOTION CARRIED.

Mayor Cleworth asked **Mr. Eberhart** to begin staff report discussion.

Mr. Eberhart invited Chief Zager to come forward.

Mayor Cleworth invited Jim Soileau, Carmen Randle and Pat Cole to come forward.

Chief Zager stated that he is an advocate for process and procedure. He believes that the Council should abide by the binding arbitration for the contract. He cautioned that there would be consequences on the management of the Police Department if there were deficiencies in the final contract.

In response to the letters written to Council from PSEA members, **Ms. Stiver** stated that Police and Fire do not have higher health care costs than other union employees within the City; workman's comp is higher. She asked Chief Zager if it is unreasonable that the City contributes the same amount to health care across the board.

Chief Zager replied that this question has already been asked and answered and that revisiting it would mean reentering negotiation. He stated that the matter has been resolved in arbitration.

Ms. Stiver again referenced the letters from PSEA members regarding "following the rules." She stated that, according to the rules, the Council has the option to non-fund the contract if they see fit.

Chief Zager remarked that using non-funding is a legitimate tool, but it has a specific target that should be reserved for cases with egregious arbitration or in cases when the City would be put in a financial bind. This is not one of those cases.

Mr. Eberhart asked the Chief to address staffing issues such as retention and what effects the lack of a contract would have on the Police Department.

Chief Zager expressed his concern for the consequences associated with not abiding by the arbitrator's award. He clarified that with no contract, there would likely be recruitment and retention issues, a lack of cooperation from employees in day-to-day operations, and a drop in morale. He explained that the most powerful recruitment tool is by word of mouth and that he can't name an officer that would, in good conscience, recommend the Fairbanks Police Department as an employer, and that this lack of interest in employment at FPD is unprecedented. He spoke of his concern for the future of the department, as these problems will have a long-term effect. Chief Zager listed numerous activities that officers have organized and initiated themselves in the past ten years such as applying for and receiving over \$11 million in grants and Operation GLOW; he mentioned that FPD is also the leader in the state for DUI arrests. He believes this spirit of motivation is fading and restated that awarding anything less than the arbitrator's decision would leave him with a department in need.

Mr. Eberhart referenced a detailed plan the Chief had presented to Council previously that would help fund the full three years of the arbitrator's award. He asked Chief Zager to confirm that Ordinance 5851 could be covered by those measures.

Chief Zager confirmed. He added that the process will come with a degradation of the progress made in the department to date, but that not having enough vehicles is far more manageable than having a demoralized staff.

Mr. Eberhart asked Chief Zager about the 5½ vacancies in the department and suggested that this could be an estimated \$300,000 to \$400,000 savings this year, a big help towards funding the award.

The Chief confirmed the amount as being closer to \$300,000 and stated that 2011 would be paid for because of the vacancies.

Mr. Roberts asked the Chief to speak to the proposed substitute for Ordinance 5851. He asked what PSEA's point of view would be if that substituted ordinance were passed, giving a 5% wage increase and an increased City contribution towards health care. **Mr. Roberts** referenced a letter written by Officer Jewkes in which he stated that from the time of his hire in 1994, he worked without a contract for 13½ years. He asked if the union employees' wages at that time were locked in or if they still received wage increases without a contract.

Chief Zager deferred the question to Mr. Cole.

Mr. Cole confirmed that there were increases during that time when there wasn't a ratified contract.

Ms. Stiver asked if the City's current benefit package was comparable to other communities.

Chief Zager indicated that, with the arbitrator's award, the Police Department would be somewhere in the middle on salaries and in sixth out of seventh place in medical benefits.

Mr. Cole disagreed, stating that with Anchorage included, that would have been a correct estimation; but the City and the Union disagreed on whether Anchorage should be considered a comparable. He informed the Council that the City's contribution towards health care is one of the lowest in the state, but as a package, the City was comparable with other communities.

Mr. Matherly stated that he's always been big on morale and appreciated that the Chief recognized its importance in the work place. He asked Chief Zager if the potential for non-funding is one of the main deterrents for new recruits.

Chief Zager indicated that this is not the only factor that has a negative influence on recruiting, but it certainly plays a part.

Mr. Roberts raised the question to Mr. Cole if any of the comparable communities had a property tax cap.

Mr. Cole stated that the tax cap was not examined and he was unsure.

Mayor Cleworth added that Anchorage has a tax cap, but not a cap within the cap like Fairbanks.

Mr. Roberts presented the two scenarios for the outcome of the contract: full arbitrator's award or anything less. He posed the question to the Chief of how morale would change if the full award was funded this year and not funded next year due to the City's limited resources.

Chief Zager stated that he believes if the City provided a year's worth of good intentions, other cost-cutting measures could be taken at a later time to offset the City's lack of funding.

Mr. Eberhart clarified that Ordinance 5851 does not address 2012 or 2013.

Mayor Cleworth cautioned the Council that it was not yet the time for debate on the proposed ordinance.

Mayor Cleworth spoke to the Chief's recommendations for cutting costs in order to fund the award; he stated that these measures would be a step back. He asked the Chief to put himself in the Mayor's position, hypothetically. He spoke of the dilemma regarding the contract and the City's awkward position of granting the arbitrator's award with no funding to sustain it.

The Chief agreed with the Mayor that this is not a good system. He suggested the City swallow the consequences of the current arbitrator's award, then begin changing the process. He recommended that the City be more consistent with contract negotiations every three years, making the process more financially predictable. Chief Zager thanked the Mayor for allowing him to speak openly.

Mayor Cleworth called upon Mr. Soileau to give a financial report.

Mr. Soileau briefly explained handouts from the Finance Department: 2011 Fiscal Impact Analysis, and the differences in the financial impact of Ordinance 5851 and Ordinance 5851, as Substituted; Three-year Projection Worksheet for City cost increases if full arbitration was awarded; and breakdown of surplus funds in the 2011 City Budget, as Amended.

Mayor Cleworth called for Public Testimony.

Eric Jewkes, 911 Cushman Street, Fairbanks – Mr. Jewkes stated that he has been with FPD for eighteen years, and, of that, only 2 ½ years were under a current contract. He fears that the new generation of police officers will become disenfranchised with the City as some have been in the past. He briefly explained his work ethic and the personal sacrifice he and many other officers have made for the City. He related his expectations of the Council to set the standard and abide by the rules. He concluded that process was followed and that non-funding would be a slap in the face.

Ms. Stiver asked Mr. Jewkes if he believed the City and its staff would ever agree on the finances of a contract based on comparables.

In response to **Ms. Stiver's** question, Mr. Jewkes stated that he is relatively new to negotiations because of the lack of a contract for most of his career. He stated that the City and PSEA had agreed on most of the comparables, Anchorage being the major difference; and with Alaska being such a geographically expansive area, it is difficult to find comparable cities.

Ms. Bratcher asked Mr. Jewkes what he would do if he had to choose between the arbitrator's award and Chief Zager's proposed plan for cutting costs.

Mr. Jewkes answered that he was not qualified to evaluate Chief Zager's suggestion, but that having the Chief's position vacant for half of the year would be difficult. He agreed with the Chief's statement that hiring new recruits has become nearly impossible because qualified officers do not want to work for the Fairbanks Police.

Payton Merideth, 911 Cushman Street, Fairbanks – Mr. Merideth stated that he was born and raised in the Fairbanks community and has been with FPD for eleven years. He spoke in support of Ordinance 5851. He described the necessary screening process for new officers, and the struggle to find qualified applicants who are interested in working for the City. He stated that there is a direct correlation between PSEA's labor negotiations with the City and FPD's ability to recruit. Mr. Merideth talked about the hardships of being a in law enforcement; while this is what he chose as a career, he believes he and all FPD employees deserve to work under a fair contract.

Ms. Stiver asked whether or not recruiting occurs before new officers go to the academy or if the applicant must have graduated first.

Mr. Merideth explained that hiring can happen either way. If an applicant is hired but has not graduated, FPD pays for the recruit to attend the academy.

Mr. Roberts asked Mr. Merideth if the adoption of Ordinance 5851 would enhance recruiting tools based on money.

In response, Mr. Merideth explained that many interested applicants are from out of state and having an attractive benefit package and competitive wage is necessary.

Mr. Roberts asked if Mr. Merideth saw himself as unique because he is local.

Mr. Merideth stated that he and a few other officers are unique because they have lived here their whole lives and know the Fairbanks community.

Mr. Eberhart asked if applicants inquire about health care costs and if it's true that PSEA employees are paying an average of \$650 per month towards premiums.

Mr. Merideth replied that only the experienced applicants ask for information about health care and benefits and that the \$650 average is correct. He stated that applicants are shocked at the high cost of the employee contribution towards health care.

Mr. Eberhart asked how long it had been since there was an increase in the City's contribution.

Mr. Merideth was not able to provide an answer.

Mr. Roberts asked if the applicants from other agencies generally work under a similar benefit package that the City of Fairbanks offers.

Mr. Merideth stated that he was unsure because he doesn't feel that it's appropriate to discuss the applicant's current wages or benefits.

Ms. Stiver asked if health care premiums were the same for single employees and employees with families.

Mr. Merideth answered affirmatively.

Ms. Bratcher asked what Mr. Merideth's involvement was with the PSEA Union and what measures could be taken to cut costs on that end.

Mr. Merideth stated that he was not a member of the health care board, but wishes that premiums were lower.

Mr. Matherly asked for confirmation from Mr. Merideth that having a funded contract would be a huge benefit to the Fairbanks Police Department as an employer.

Mr. Merideth confirmed that it would.

Gary Yamamoto, 911 Cushman Street, Fairbanks – Mr. Yamamoto stated that he has been with the Fairbanks Police Department for more than eighteen years. He spoke in support of Ordinance 5851. He explained that, due to the rising cost of health care premiums, PSEA employees' take-home wages are less now than they were five years ago. He stated that FPD has one officer on the PSEA Health Care Board, but no significant progress has been made in lowering premiums. He informed the Council that employees from FPD and FFD have recently formed a committee to look into relief options for the high costs of health care. Mr. Yamamoto invited suggestions from the Council. He pointed out the health care cost charts that demonstrate comparable communities in Alaska, what each pays for health care, and what their employee/employer contributions are.

Mike Walleri, 2518 Riverview Drive, Fairbanks – Mr. Walleri stated that he has been on both sides of situations involving police recruitment. He expressed his concern for the future of the Fairbanks Police Department. He referenced the worksheet presented by Mr. Soileau and stated that even if the Council chose to fund the full arbitrator's award for 2011, the City would still see a net income without taking any of the cost-cutting measures suggested by the Chief of Police. He spoke to Ordinance 5851 and the City's obligation to fund the PSEA contract. He strongly recommend that the Council fund the full award for 2011 and, if need be, look at other options for future years. He concluded by stating that the City should not put money in their savings account when they claim to be incapable of fulfilling their financial obligations.

Tyrone Oates, 1029 Joyce Drive, Fairbanks – Mr. Oates stated that he is not a police officer, but has been a part of the Fairbanks community for 40 years, and in the field of education for 28 of

those years. He expressed his intent to speak from his heart on behalf of police officers and emergency personnel. He spoke to police officers' commitment to the community, strong work ethic and the spirit of team work that unites them. Mr. Oates commended the officers for their dedication to the job, both on and off the clock.

Jake Metcalfe, Executive Director of PSEA Local 803, Anchorage – Mr. Metcalfe gave his credentials to testify. He stated that he has been on both sides of the bargaining table, having served on the Anchorage School Board and on the Bethel City Council. He also stated that he has done over 125 arbitrations in his career. He spoke specifically to the City of Fairbanks/PSEA contract process and the three-year negotiation preceding arbitration. He stated that both the Union and the City felt they were at impasse and the proper procedure at that point is arbitration. Mr. Metcalfe also stated that he, Mr. Ewers and Mr. Cole met and agreed upon an arbitrator for the case. He indicated that the chosen arbitrator was conservative. He stated that the reasoning behind the choice was so that the award would not be frivolous, but would be a reasonable agreement that the City could fund. He affirmed that the cost of health care is skyrocketing, but that is something that has to be addressed at a state and federal level. He spoke to the affordability of the arbitrator's decision in relation to the City's healthy financial state and recommended that the Council grant a three-year contract. He closed by thanking the Council for listening and thanking the citizens that had already spoken on behalf of the police department. He stated that he looked forward to working with the City under a new agreement.

Ms. Stiver expressed her concern for changing economics and asked Mr. Metcalfe to clarify his definition of a "new agreement."

Mr. Metcalfe clarified that the new agreement he was referring to was for the full three years. He expressed doubt that the Council would grant such a contract, provided the only Ordinances before them were for a one-year agreement.

Ms. Stiver asked where the City falls in the state comparables for wages according to PSEA.

Mr. Metcalfe stated that the answer was best evidenced in the arbitrator's statement, which he read aloud. He stated his own opinion that Fairbanks is at the lower end of the group when wages and health care contributions are both taken into account. He stated that the arbitrator's award would put Fairbanks in the middle.

Ms. Bratcher asked what the monthly premium was for the \$5,000 deductible plan.

Mr. Metcalfe explained that the total premium is \$900/month, of which \$50 is the employee's contribution.

Mr. Eberhart referenced pages thirteen and fourteen of the arbitrator's award. He brought it to the Council's attention that the City of Fairbanks has been the lowest in health care contributions of all the comparable communities, and that even after a full award, the City's contribution would still be below average.

Ms. Bratcher asked Mr. Metcalfe if the revenue-generating ability of the various comparables was known.

Mr. Metcalfe stated that, unlike the comparables, Fairbanks has a surplus. Other communities are stressed due to a decrease in tourism that directly affects sales tax. He expressed his hope that communities would keep lobbying for revenue sharing in Juneau.

Mayor Cleworth asked if Mr. Metcalfe agreed with the Chief's statement that this is a "broken system."

Mr. Metcalfe stated that he does not believe that it's a broken system and further stated that he is proud to be a union member. He stated his belief that unions have improved the middle class. However, he stated that the inability of Class-1 union employees to strike when binding arbitration is not granted is a part of the system that needs to be fixed. Mr. Metcalfe promised the Mayor and Council to be cooperative and reasonable in all future negotiations.

Dominic Lozano, Fairbanks Firefighter's Association, Local 1324, Fairbanks – Mr. Lozano explained that the Council's decision has huge ramifications and will have an effect on all City/union contracts. He spoke on behalf of the 40 FFA employees that would be directly affected by the decision to fund or non-fund an increased City contribution to health care. Further, he stated his belief that every other union is sitting back and watching this decision because health care is a major issue to all employees.

Mr. Roberts asked if FFA could take this issue off the table when their negotiations come up later this year, given that Ordinance 5851 is adopted and the City's health care contribution is raised.

Mr. Lozano indicated that it may be a possibility if the City agrees to contribute a set percentage, not a capped dollar amount. He admitted that the adoption of Ordinance 5851 would streamline the upcoming FFA labor negotiations.

Mr. Gatewood asked if it was correct that Mr. Lozano wanted the City to get back into the health care business.

Mr. Lozano answered, "Yes." He explained his reasoning: the 42 employees he represents do not have their own health care plan, but are instead part of the PSEA Health Trust. He would like to see his members have better representation.

Tim Sovde, 402 Bonnifield, Fairbanks – Mr. Sovde spoke against Ordinance 5851, stating that the unions try to compare their contracts to Anchorage wages and benefits, demanding more. He suggested that they would prefer arbitration over compromise, in the hopes that the "big stick" of arbitration would prevail.

Ron Dupee, 911 Cushman Street, Fairbanks – Mr. Dupee stated that he was born and raised in Fairbanks. He stated that he has experienced a decrease in pay each year for the past three years; there was no employee contribution to health care at the time of his hire and now it's up to \$650 per month. He expressed his concern that this may be a trend and knows he cannot afford it with a wife and three children at home. He asked the Council to reverse the situation: if the arbitrator's decision had come back in the City's favor, would the City have entertained further PSEA attempts at negotiation?

Mayor Cleworth called for Public Testimony and, hearing none, declared Public Testimony closed.

Mayor Cleworth asked Mr. Cole to come forward.

Mayor Cleworth called for a five minute recess.

Mr. Eberhart spoke about the history of arbitration and stated that he did not believe the system was broken. He distributed the Public Employment Relations Act to council members and quoted its policy to “provide a rational method for dealing with disputes” and the State of Alaska’s public policy to “have harmonious and cooperative relations between government and its employees.” He spoke in favor of the monetary terms of Ordinance 5851. He pointed out specific portions of the arbitrator’s award relating to the parties’ agreement on the arbitrator, comparators, wage increases, health care contributions, training, overtime, pay periods and wages. Mr. Eberhart spoke to the healthy financial state of the City and the stability of local government borough-wide. He strongly advocated the adoption of Ordinance 5851.

Ms. Bratcher asked Mr. Eberhart why he did not propose funding for all three years of the contract.

Mr. Eberhart stated that because the City budgets annually, one year was all they could commit to funding at this time. He mentioned that other unions are agreeing to annual re-openers for contract negotiations.

Mr. Roberts, seconded by **Ms. Bratcher**, moved to SUBSTITUTE Ordinance 5851, as Amended.

Mr. Gatewood asked Mr. Ewers if Ordinance 5851, as Amended would reopen public testimony.

Mr. Ewers stated that, according to the City Charter, the Substituted Ordinance would require its own public hearing since it is substantially different than the original.

Mr. Eberhart agreed with Mr. Ewers that the changes in the Substituted Ordinance were too significant to bypass public hearing.

Mr. Roberts asked for clarification on what would happen if the ordinance was substituted.

Mr. Ewers explained the process of substitution.

Mr. Eberhart restated, for the sake of clarification, the consequences of substituting and asked **Mayor Cleworth** the appropriate time to make a motion to amend.

Mayor Cleworth concluded that next meeting would be correct time to amend.

Mr. Roberts asked for clarification on the significant differences between the two ordinances.

Mr. Cole briefly explained the changes.

Ms. Bratcher spoke in favor of Ordinance 5851, as Amended.

Ms. Stiver expressed her concern for taking action too quickly and stated her belief that non-funding wasn't the best option. She also stated that if the City is doing well financially and paying adequate wages, any surplus should be given back to the tax payers.

Mr. Gatewood spoke about the local economy and its uncertainty. He remarked that he isn't comfortable using the \$12 million fund balance as a "cushion." He spoke in favor of the original Ordinance 5851 introduced by Eberhart and Matherly, stating that he felt it was the right thing to do at this time.

Mayor Cleworth addressed Ordinance 5851, as Amended. He stated his regrets that negotiations had not gone well with PSEA and that arbitration seemed like the direction the labor contract was going from the beginning. He mentioned problems with union contracts nationwide due to an unstable economy. He stated that the City of Fairbanks is blessed to not be in the same dismal financial state as other communities in the U.S. He quoted Jake Metcalfe's letter to PSEA employees that stated, "Tough times have hit PSEA like they have hit governments and households. Since the last PSEA dues increase in 2005, PSEA has worked to balance its budget each year. We pay as we go; this is a good business practice. PSEA has no debt. That, too, is a good business practice for PSEA." **Mayor Cleworth** stated that he completely agreed with Mr. Metcalfe's business philosophy, and that the City's surplus should not be used to fund the contract. He explained the Proposition that will go before voters in the October election, and how, if it passed, would pay off City debt. He added that it would be enough to fund some sort of pay increase for 2012, but would not guarantee funding for the third year of the contract. He reminded the Council that this would all be contingent on what the voters decide. **Mayor Cleworth** spoke about health care funding in all union contracts with the City and the importance of maintaining consistency and keeping promises. He clarified the increases in PSEA wages and health care contributions that the substituted ordinance offers. He spoke against arbitration being the final step in the negotiation process, taking away the Council's option to non-fund. He stated his intent to be fair and equal with all union contracts City-wide.

Mr. Eberhart again spoke in favor of Ordinance 5851, stating that it is only fair to keep up with the cost of living increases for employees and that the City can afford to fund the one-year terms of the proposed ordinance.

Mr. Gatewood agreed with **Mr. Eberhart**, except when it came to using revenue sharing to fund contracts. He stated his belief that revenue sharing should only be used for infrastructure to benefit the City as a whole.

Mr. Roberts acknowledged the Council's intent to do the right thing and keep promises, but pointed out the City's limited potential to significantly raise revenue. He asked what good it would do to fund the full award for one year, and then take it away if/when the City could not afford it. He spoke in favor of Ordinance 5851, as Amended, stating that it was a more reasonable financial approach for the City.

Mr. Matherly compared the funding of the contract to his experience with approving a loan—a risk, but one worth taking. He spoke in favor of adopting Ordinance 5851, sponsored by Eberhart and Matherly.

A ROLL CALL VOTE WAS TAKEN ON THE MOTION SUBSTITUTE ORDINANCE NO. 5851, AS AMENDED, AS FOLLOWS:

YEAS: Bratcher, Roberts, Stiver, Cleworth
NAYS: Matherly, Gatewood, Eberhart
Mayor Cleworth declared the MOTION CARRIED and
ORDINANCE NO. 5851, AS AMENDED, SUBSTITUTED.

Ms. Stiver, seconded by **Ms. Bratcher**, moved to ADVANCE Ordinance No. 5851, as Amended, to the Regular Meeting of July 18, 2011.

A ROLL CALL VOTE WAS TAKEN ON THE MOTION TO ADVANCE ORDINANCE NO. 5851, AS AMENDED, AS FOLLOWS:

YEAS: Roberts, Matherly, Bratcher, Eberhart, Stiver
NAYS: Gatewood
Mayor Cleworth declared the MOTION CARRIED and
ORDINANCE NO. 5851, AS AMENDED, ADVANCED.

NEW BUSINESS

- a) Resolution No. 4475 – A Resolution Authorizing the City of Fairbanks to Request Funds from the Alaska Division of Homeland Security and Emergency Management Under the FY2011 Homeland Security Grant Program. Introduced by Mayor Cleworth.

PASSED and APPROVED on the CONSENT AGENDA.

- b) Ordinance No. 5852 – An Ordinance Authorizing Restructure of the Fairview Manor Land Sale Loan Due to the City, to Assist Construction of the Raven Landing Community Center. Introduced by Mayor Cleworth.

ADVANCED on the CONSENT AGENDA.

- c) Resolution No. 4476 – A Resolution Accepting the Bid of Exclusive Paving for the Aurora Subdivision Road Resurfacing and Drainage Improvements Project in the Amount of \$2,221,111.45. Introduced by Mayor Cleworth.

Mr. Matherly, seconded by **Ms. Bratcher**, moved to APPROVE Resolution No. 4476.

Mayor Cleworth gave a brief explanation of why Resolution No. 4476 was Hand carried to the meeting.

A ROLL CALL VOTE WAS TAKEN ON THE MOTION TO APPROVE RESOLUTION NO. 4476 AS FOLLOWS:

YEAS: Stiver, Matherly, Gatewood, Bratcher, Eberhart, Roberts
NAYS: None
Mayor Cleworth declared the MOTION CARRIED and RESOLUTION NO. 4476 APPROVED.

DISCUSSION ITEMS

Committee Reports

Fairbanks Parking Authority. **Mr. Matherly** provided a brief report.

Public Safety Commission. **Mr. Eberhart** provided a brief report.

Fairbanks North Star Borough Assembly Meeting. **Ms. Stiver** provided a brief report.

FMATS Policy Committee. **Mr. Roberts** provided a brief report.

COUNCIL MEMBERS' COMMENTS

Mr. Eberhart recapped the evening, stating that it had been a difficult and emotional time.

Mr. Roberts agreed that the evening's discussion and decisions had not been easy.

Ms. Stiver commented on the changes in HUD and tax credits regarding the Polaris Building. She stated that Mr. Marlow will be sending a document with an estimate of demolition costs for the structure, which she believes will be too expensive for the City. She expressed her distaste for non-funding in regards to the PSEA contract, and stated how problematic the decision is. She spoke in favor of wage re-openers because of the high cost of energy, health care, and the City's annual budget. She expressed her enthusiasm for coming to an agreement on the amended ordinance.

Mr. Eberhart commented on the great turnout at the Summer Solstice events downtown. He commended the Downtown Foot Patrol. He expressed his anticipation in seeing progress on the Housing First Program. He stated his concern for the outcome of the PSEA contract, and cautioned the Council to look at the long-term effects it would have on the City.

Ms. Bratcher stated that she had hoped to give a small presentation on her recent trip to New Zealand, but was not fully prepared and would give it at a later time. She stated that although she will be out of town for both City Council Meetings in July, she may be able to call in for the Regular Meeting on July 18. She asked to be excused for both meetings.

Mayor Cleworth called for objection regarding **Ms. Bratcher's** request to be excused on July 18 & 25, 2011 and, hearing none, so ORDERED.

Mr. Matherly commented on the struggle of the evening's meeting, stating that it was difficult because of the importance of the issue and the weight of the consequences. He expressed his appreciation and respect for his fellow Council Members, the Mayor and the City Attorney. He concluded with comments on his new gig at the Riverboat Discovery and he thanked the tourists for visiting our community.

CITY ATTORNEY'S REPORT

City Attorney Ewers advised that he will be out of town for the Regular Meeting of July 18, 2011; Deputy City Attorney Burglin will be present in his absence.

Ms. Stiver, seconded by **Ms. Bratcher** moved to GO INTO EXECUTIVE SESSION for the purpose of discussing the Whorton and Hutton Litigation.

Mayor Cleworth called for objection and, hearing none, so ORDERED.

Mayor Cleworth called for a five minute recess.

EXECUTIVE SESSION

Whorton and Hutton Litigation

The City Council met in Executive Session to discuss the Whorton and Hutton Litigation and no action was taken.

Chief Zager informed the City Council of two issues involving police officers that will likely affect staffing.

ADJOURNMENT

Mr. Matherly, seconded by **Ms. Stiver**, moved to ADJOURN the meeting.

Mayor Cleworth called for objection and, hearing none, so ORDERED.

Mayor Cleworth declared the Meeting adjourned at 11:25 p.m.

JERRY CLEWORTH, MAYOR

ATTEST:

JANEY HOVENDEN, CMC, CITY CLERK

Transcribed by: DS

Introduced by: Mayor Cleworth
Introduced: September 19, 2011

RESOLUTION NO. 4489

**A RESOLUTION AMENDING THE CITY SCHEDULE
OF FEES AND CHARGES FOR SERVICE**

WHEREAS, the *City Schedule of Fees and Charges for Services* was enacted in 2008 by Ordinance No. 5744 and has been amended by resolution on several occasions since that time, most recently by Resolution No. 4480; and

WHEREAS, after review by the City Administration and Finance Committee, it is apparent that the \$200.00 fee for "Emergency Fire Equipment Response to Motor Vehicle Accident" charged to non-residents of the City is difficult to administer and recover; and

WHEREAS, an adjustment to the fee for ambulance service will offset the revenue loss that results from elimination of the \$200.00 response fee,

NOW, THEREFORE, BE IT RESOLVED by the City Council to approve the attached amended version of the *Schedule of Fees and Charges for Services* to delete the \$200.00 fee for "Emergency Fire Equipment Response to Motor Vehicle Accident" and set Ambulance Service fees as noted on the attached page of the *Schedule*.

PASSED and APPROVED this ___ day of ___, 2011.

JERRY CLEWORTH, MAYOR

AYES:
NAYS:
ABSENT:
APPROVED:

ATTEST:

APPROVED AS TO FORM:

JANEY HOVENDEN, CMC, City Clerk

PAUL J. EWERS, City Attorney

City of Fairbanks Fee Schedule

Resolution 4489

Category	Code Sec.	Topic	Current Fee	Resolution 4489	Unit	
Emergency Services	26-111	Ambulance Services	\$ 1,000.00	\$ 1,050.00	Advanced Life Support	
			\$ 800.00	\$ 850.00	Basic Life Support	
			\$ (200.00)		Discount for Fairbanks resident	
			Additional Patient Transport Mileage	\$ 12.00		Per mile; for all miles
			Non-emergency assistance to private care facilities	\$ 75.00		Per hour; one hour minimum. Physical assistance in moving patients or clients.
			Emergency Fire Equipment Response to Motor Vehicle Accident	\$ 200.00	Delete	Per vehicle involved in accident that requires emergency response which has received property damage
				\$ (200.00)	Delete	Discount for vehicle owned by Fairbanks resident(s)
	30-1		Fire Inspection, investigation, technical services, inspections for ABC actions	\$ 75.00		Per employee hour, one hour minimum. One free follow up. When deficiencies are not corrected within the time specified by the Fire Inspector, fees are doubled for a second inspection and tripled on a third visit.
	30-1		Routine Safety Checks, response to safety complaints	\$ -		Initial inspection no charge
			Mutual Aid	\$ 75.00		Per hour, when deficiencies are not corrected
			Fire Training Center	\$ 30.00		No Fee
	30-1		In Service Inspection	\$ 50.00		Per unit: Classroom 1 and Tower Building are 2 units per hour minimum block; Conference room is 1 unit per minimum 4 hour block.
						per employee hour; 0.5 hour minimum (only applied to uncorrected items from "no charge" first inspection)

ORDINANCE NO. 5861

**AN ORDINANCE TO AMEND FAIRBANKS GENERAL CODE
CHAPTER 14, ARTICLE X. TOWING VEHICLES**

WHEREAS, the City of Fairbanks (“City”) desires to institute a rotational call-out system for towing services; and

WHEREAS, the City desires to protect citizens by offering basic standards and fee schedules for companies participating in the call-out system,

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

Section 1. That Fairbanks General Code Chapter 14, Article X. Towing Vehicles, Sections 14-431 through 14-457 are hereby repealed and reenacted as follows.

ARTICLE X. TOWING VEHICLES.

Sec. 14-431. Master Operator’s License.

(a) Any tow company desiring to bid on the City’s towing contract or to be put on the City’s rotational tow list, must first obtain a Master Operator’s License from the City Clerk’s Office. The City Clerk is directed to prepare an application form for the use of applicants consistent with the requirements of this Article. The City’s rotational tow list shall be maintained by the City of Fairbanks Dispatch Center.

(b) The nonrefundable biennial fee for a Master Operator’s License will be set forth in the City’s Schedule of Fees and Charges for Services. This fee will be in addition to the regular city business license fee.

Sec. 14-432. Creation of a City Rotation Tow List

(a) Towing companies desiring to be on the City rotation tow list for use by police and fire for call-outs must:

1. Have a Master Operator’s License and a City business license.
2. Commit to a maximum response time of no more than 30 minutes from the time of the call-out.
3. Be available 24 hours per day.
4. Maintain insurance as required by the City of its towing company contractor.

(b) Charges for towing made pursuant to a call-out from the City's rotational call-out list may be made only for the services listed below and in an amount no greater than the rates listed below. These rates may be modified periodically. No other fees may be assessed.

1. Call-out fee: 10,000 lbs. or less \$ 85.00
Call-out fee: 10,001 to 25,000 lbs. \$ 100.00
Call-out fee: Over 25,000 lbs. \$ 200.00
Surcharge: Extreme weather (minus thirty degrees or colder) \$ 25.00
Surcharge: Time on-scene exceeding one hour billable in .25 hour increments \$ 100.00 per hour
2. Loaded mileage \$ 4.00 per mile
3. Security fee \$ 100.00
4. Daily storage fee \$ 40.00
5. Companies offering impoundment shall establish hours during which the owner may reclaim their vehicle. These hours will be a minimum of ten hours per day, six days per week. Any person who engages in towing for impoundment must allow the owner or person entitled to lawful possession, upon request and after showing proper identification, to immediately reclaim from their impounded vehicle any pets or personal property (other than items which are an integral part of or accessories to the vehicle), either at the impound yard or at the site of impoundment.

(c) A towing company may be removed from the list if it is continually non-responsive or if the City receives an unreasonable number of customer complaints.

Sec. 14-433. Towing Contract for City Impounds.

(a) Any firm desiring to bid on the City's towing and impound contract must have a Master Operator's License.

(b) The only fees that can be charged under the City's contract are for call-out and mileage consistent with Sec. 14-431(c), including surcharges.

(c) The contract award shall be for a two-year term.

(d) Other terms may be made a requirement of the contract under a Request For Proposals.

Section 2. That the effective date of this ordinance shall be the ____ day of _____ 2011.

Jerry Cleworth, Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

Janey Hovenden, CMC, City Clerk

Paul Ewers, City Attorney



City of Fairbanks

Office of the City Clerk

800 Cushman Street

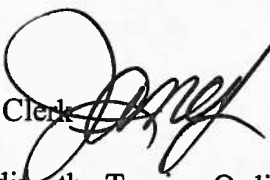
Fairbanks, AK 99701

(907)459-6715

Fax (907)459-6710

MEMORANDUM

TO: Mayor Jerry Cleworth
City Council Members

FROM: Janey Hovenden, CMC, City Clerk 

SUBJECT: Ordinance No. 5861 – Amending the Towing Ordinance

DATE: October 20, 2011

Ordinance No. 5861 has a typographical error which needs to be corrected before it is adopted.

The following is the correction needed:

Sec. 14-433(b) Towing Contract for City Impounds.

(b) The only fees that can be charged under the City's contract are for call-out and mileage consistent with Sec. ~~14-431(e)~~ **14-432(b)**, including surcharge.

As you can see, there is no Section 14-431(c). This error occurred during the several changes that the draft ordinance underwent.

I respectfully request a Council Member make an amendment on the floor to correct this error prior to its adoption.

Please call me with any questions you may have.

cc: Paul Ewers, City Attorney

Visit Us on the Web at www.ci.fairbanks.ak.us

ORDINANCE NO. 5862

**AN ORDINANCE TO AMEND FAIRBANKS GENERAL CODE SECTION
74-117(f) PROVIDING THAT HOTEL/MOTEL TAX GRANTS MAY
ONLY BE USED FOR THE PURPOSES STATED ON THE
APPLICATION**

WHEREAS, the City's hotel/motel tax was implemented for the primary purpose of funding services for the promotion of the tourist industry and other economic development, and for the funding of services for the general public; and

WHEREAS, it is the intent of the Council that grants will only be awarded for the purposes and uses specified in the grant application.

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

Section 1. That Fairbanks General Code Section 74-117(f) is amended as follows (new text in **bold and underlined** font, deleted text in ~~strikeout font~~).

Sec. 74-117. – Hotel/motel tax purpose and limitation.

- (f) Organizations and agencies will be required to report to the City of Fairbanks Chief Financial Officer **that funds were used exclusively for the purposes stated in the grant application.** ~~how their funds received were spent.~~ Ten percent of these appropriations will be withheld until a **the complete** report is filed with the chief financial officer. **Prior to receiving any funding under this section, applicants must agree to reimburse the City the full amount of any grant proceeds not used for the purposes stated on the application.**

Certification that funds were used as approved is due by October 31 of the year of grant funding; funds not spent or encumbered for approved purposes must be returned by that date. An organization that fails to comply with the October 31 deadline is ineligible to seek funding for the following year, but if complete reporting and repayment is made by October 31 of the following year, the organization may reapply for future funding. An organization that does not comply within one year of the deadline is ineligible to receive funding for three additional years.

Section 2. That the effective date of this ordinance shall be the ____ day of _____ 2011.

Jerry Cleworth, Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

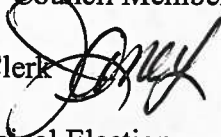
Janey Hovenden, CMC, City Clerk

Paul Ewers, City Attorney

MEMORANDUM

City of Fairbanks
City Clerk's Office
Janey Hovenden, CMC, City Clerk

800 Cushman Street
Fairbanks, AK 99701
(907)459-6774

DATE: October 18, 2011
TO: Mayor Jerry Cleworth and City Council Members
FROM: Janey Hovenden, CMC, City Clerk 
SUBJECT: Certification of the 2011 Municipal Election

Attached for your review and certification is the Report of Election by Canvass Board for the Municipal Election held on October 4, 2011.

I request your concurrence of the Report of Election by Canvass Board.

I will obtain each sitting Council Member's signature on the original Certification at the regular meeting of October 24. If you will not be at the meeting, please stop by at your earliest convenience to sign it.

If you have any questions, please contact me.

Attachments



CERTIFICATION OF ELECTION

REGULAR ELECTION – October 4, 2011

We, the undersigned members of the City Council of the City of Fairbanks, Alaska in meeting duly convened this 24th day of October, 2011, do hereby certify that the attached Certification of Election Returns is true and correct in all particulars:

That **LLOYD HILLING**, having received the majority number of votes cast for CITY COUNCIL SEAT E, for a three-year term, ending October 2014, is hereby declared elected as a Member of the Fairbanks City Council.

That **JOHN EBERHART**, having received the majority number of votes cast for CITY COUNCIL SEAT F, for a three-year term, ending October 2014, is hereby declared elected as a Member of the Fairbanks City Council.

Vivian Stiver, Seat A

John Eberhart, Seat D

Chad Roberts, Seat B

Emily Bratcher, Seat E

Bernard Gatewood, Seat C

John Eberhart, Seat F

ATTEST:

JANEY HOVENDEN, CMC, City Clerk

JERRY CLEWORTH, Mayor

REPORT OF ELECTION CANVASS BOARD

We, the undersigned, duly appointed at the regular assembly meeting of September 8, 2011 to serve as canvass board judges in the Municipal Election of October 4, 2011 do hereby certify that we have examined in detail all absentee and questioned ballots, original and questioned registers, for each of the 41 voting precincts of the Fairbanks North Star Borough.

Upon completion of the canvass, it is our opinion that the attached summary of election returns, as compiled by the borough clerk, accurately reflects the totals shown on the Certificate of Election Returns by the election board of each voting precinct.

Ruby Liddle

Lorice A. Bonford

Lis Jackovich

Deanna Myrie

Jane Byrnes

Beverly Bublitt
Chairperson

Election Summary Report
2011 Regular Election
Summary For Jurisdiction Wide, All Counters, All Races
FNSB, City of Fairbanks, City of North Pole
Official Results

Date:10/19/11
 Time:09:18:26
 Page:1 of 3

Registered Voters 69243

Num. Report Precinct 42 - Num. Reporting 42 100.00%

Borough Assembly Seat D

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	15514	
Michael Dukas	8047	51.87%
Van Lawrence	7375	47.54%
Write-in Votes	92	0.59%

Borough Assembly Seat E

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	14637	
Guy Sattley	4705	32.14%
Aaron Bennett	2439	16.66%
Leslie McFarlane	2054	14.03%
Michael Palembas	306	2.09%
John Kohler, Jr.	1656	11.31%
Ed King	3374	23.05%
Write-in Votes	103	0.70%

Borough Assembly Seat H

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	15392	
John Davies	8279	53.79%
Joshua Bennett	3225	20.95%
Joe Blanchard II	3808	24.74%
Write-in Votes	80	0.52%

School Board Seat E

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	11307	
John Thies	10773	95.28%
Write-in Votes	534	4.72%

School Board Seat F

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	11327	
Sean Rice	10924	96.44%
Write-in Votes	403	3.56%

Election Summary Report
2011 Regular Election
Summary For Jurisdiction Wide, All Counters, All Races
FNSB, City of Fairbanks, City of North Pole
Official Results

Date:10/19/11
Time:09:18:26
Page:2 of 3

Registered Voters 69243

Num. Report Precinct 42 - Num. Reporting 42 100.00%

School Board Seat G

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	12301	
Ryan Smith	4429	36.01%
Sharon McConnell	7618	61.93%
Write-in Votes	254	2.06%

FNSB Prop 1 (Ryan School Bonds)

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	16064	
YES	9628	59.94%
NO	6436	40.06%

FNSB Prop 2 (Air Quality)

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	16869	
YES	6859	40.66%
NO	10010	59.34%

FNSB Prop 3 (Sch Bonds - Cap Proj)

	Total	
Number of Precincts	42	
Precincts Reporting	42	100.0 %
Times Counted	17091/69243	24.7 %
Total Votes	16630	
YES	10262	61.71%
NO	6368	38.29%

FBKS City Council Seat E

	Total	
Number of Precincts	14	
Precincts Reporting	14	100.0 %
Times Counted	3471/21185	16.4 %
Total Votes	3042	
Mike Walleri	1132	37.21%
David B. Lerman	334	10.98%
Lloyd Hilling	1544	50.76%
Write-in Votes	32	1.05%

Election Summary Report
2011 Regular Election
Summary For Jurisdiction Wide, All Counters, All Races
FNSB, City of Fairbanks, City of North Pole
Official Results

Date:10/19/11
 Time:09:18:26
 Page:3 of 3

Registered Voters 69243

Num. Report Precinct 42 - Num. Reporting 42 100.00%

FBKS City Council Seat F		Total	
Number of Precincts	14		
Precincts Reporting	14	100.0 %	
Times Counted			
Total Votes	3471/21185	16.4 %	
Tim Sovde	663	22.68%	
John Eberhart	2223	76.05%	
Write-in Votes	37	1.27%	

City of FBKS Prop No. 1 (Police Station)		Total	
Number of Precincts	14		
Precincts Reporting	14	100.0 %	
Times Counted			
Total Votes	3471/21185	16.4 %	
YES	2570	75.52%	
NO	833	24.48%	

City of North Pole Council		Total	
Number of Precincts	2		
Precincts Reporting	2	100.0 %	
Times Counted			
Total Votes	309/1584	19.5 %	
Nelson, Derrick N.	210	78.07%	
Write-in Votes	59	21.93%	

City of North Pole Prop 1 (Utility Loan)		Total	
Number of Precincts	2		
Precincts Reporting	2	100.0 %	
Times Counted			
Total Votes	309/1584	19.5 %	
YES	238	78.81%	
NO	64	21.19%	

RESOLUTION NO. 4492

**A RESOLUTION STATING THE CITY'S CAPITAL PRIORITIES FOR
THE STATE 2012-13 FISCAL YEAR**

WHEREAS, the City is grateful for the funding provided by the State of Alaska which has enhanced the City's ability to provide essential services; and

WHEREAS, the City has identified current and future capital priorities, and the public had the opportunity to speak to this Resolution at the October 24, 2010 City Council meeting,

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF FAIRBANKS
RESOLVES AS FOLLOWS:**

The legislative priorities of the City of Fairbanks are stated on the attached list. In summary, the projects are ranked as follows:

1. City Street Improvements
2. Disaster Recovery Center/Warm Storage
3. City Hall Window Upgrade
4. Police Station Addition
5. Ambulance
6. Public Safety Defensive/Tactical Driving Course

PASSED and APPROVED this _____ day of October 2011.

Jerry Cleworth Mayor
City of Fairbanks

AYES:
NAYS:
ABSENT:
APPROVED:

ATTEST:

APPROVED AS TO FORM:

Janey Hovenden, CMC
City Clerk

Paul Ewers
City Attorney

City of Fairbanks Proposed Projects

1. Citywide street reconstruction projects.

RICKERT SUBDIVISION – 17,742 linear feet of City street (3.36 miles) including 14th Avenue, 15th Avenue, 16th Avenue, 17th Avenue, 18th Avenue, Schaible Street, Laurene Street, Turner Street, Mary Ann Street, Rickert Street, Stacia Street (excluded Cushman Street, Airport Way, Gillam Way, Barnette Street, Gaffney Road). Construction comprises 26 to 30 foot typical section with drainage improvements, no sewer or water upgrades.

- Survey, Engineering Design and Construction Management: \$150,000
- Construction: \$175/linear foot by 17,742 linear feet = \$3,104,850.

SLATERVILLE SUBDIVISION, PHASE II – 8,277 feet (1.57 miles) of City street (north of Minnie Street only) including Monroe Street, Betty Street, Fulton Street, Clara Street, Noyes Street, Ellingson Street, Ina Street, Charles Street. Construction comprises 24 to 26 foot typical section with drainage improvements, no sewer or water upgrades.

- Survey, Engineering Design and Construction Management - \$75,000
- Construction: \$175/linear foot by 8,277 linear feet = \$1,448,475

ARCTIC PARK & COUNCIL SUBDIVISIONS – 5,400 feet (1.05 miles) of City street including Kennicott Avenue, McCarty Avenue, Wild Rose Avenue, 16th Avenue, Ash Street, Bluebell Street, Buttercup Street (excluded Lathrop Street, Airport Way, Cowles Street). Construction comprises 26 to 32 foot typical section with sidewalks in Arctic Park and roll curb in Council, drainage upgrades, no sewer and water upgrades.

- Survey, Engineering Design and Construction Management: \$80,000
- Construction: \$300/linear foot by 5,400 linear feet = \$1,620,000

LEMETA SUBDIVISION – 11,292 linear feet (2.14 miles) of City street (south of College Road only) including Antoinette Avenue, Mary Leigh Avenue, Bridget Avenue, Bonnie Avenue, Rosella Avenue, Kathryn Avenue, Bunnell Street, Warren Street, O'Connor Road, Andrew Street, Austin Street, Gloria Avenue and Pedro Place. Construction comprises 26 to 32 foot typical section with drainage upgrades, no sewer and water upgrades.

- Survey, Engineering Design and Construction Management: \$100,000
- Construction: \$175/linear foot by 11,292 linear feet = \$1,976,100.

2. Disaster Recovery/Warm Storage Additions

The City has greatly benefited from State funding for the existing warm storage facility at the City's Peger Road site. This building has significantly reduced operational costs as cold starting, clearing snow and ice, and warming up equipment were eliminated, reducing wear and tear and extending life. Currently 30% of the facility is being used for Emergency Services functions including storage of Police/Fire equipment and vehicles, Fairbanks North Star Borough Haz-Mat equipment, Borough ambulances and emergency equipment for the Fairbanks Memorial Hospital.

There is a community need for additional warm storage for public works and emergency equipment. The project would consist of two separate additions to the existing City Public Works Facility. One addition on the north end of the building would provide warm storage space for consolidated disaster recovery items including hospital supplies, mass casualty supplies, and Haz-Mat supplies that are currently stored outside, with a second floor mezzanine which could eventually be used to maintain City government in an event that makes City Hall unavailable. Examples include the recent fire and any future loss of utilities.

The second addition would provide bays to store and service newly acquired safety equipment, including an extended bay to service the City's largest Fire Engine Platform Ladder Truck.

Estimated size: 9,600 square feet; comprises two separate 4,800 square foot additions with a mezzanine second floor included in one of the additions.

Estimated cost: \$2.4 million

City would provide site, site preparation, construction management and all operational costs. We foresee using a "design/build" construction approach for efficient construction.

3. City Hall Window Upgrade

City Hall (formally historic Main School) was constructed in phases between 1934 and 1948. Currently, the City is restoring the interior of this historic building as time and funding permit. The original exterior windows were double hung single-pane units which are highly inefficient. The City in 2001 replaced 80 of the windows with energy efficient, thermo-pane units. The remaining 56 windows are suffering from air leakage and rotting wood frames. Cost is significant due to large window sizes at 9-foot tall, and 2nd – 3rd story work. Modern, energy efficient windows will reduce taxpayer expense over time, and extend the life of City Hall.

Estimated Cost: \$ 475,000

4. Police Station Addition

The City Police Station was constructed in 2002. Due to construction costs constraints, the facility was built without sufficient secure space for Police Investigations, storage of specialized Police Department equipment and confidential files. The facility was built with an open, second floor structural deck to accommodate future expansion. The City will prepare construction documents and provide all project management in-house through its Engineering Department for this 1,000 square foot expansion.

Estimated Cost: \$394,000

5. Ambulance

The City of Fairbanks is planning on upgrading its current first line ambulance from a Ford F-350 light duty ambulance to a medium duty ambulance. The medium duty ambulance has an increased cost of about \$100,000 over a light duty model, but it has the advantages of increased ambulance crew safety, patient safety, increased pay load, more storage and much easier maintenance access with a hinged cab.

We feel that we will be able to extend the service life of our front line ambulance from two to four years with the upgrade from a light duty to a medium duty model. The estimated four year cost of a medium duty ambulance at \$260,000 compared to the \$320,000 for two light duty ambulances (\$160,000 each) will be a \$60,000 savings in that four year period.



Medium Duty Model Ambulance



Light Duty Model Ambulance

Estimated Cost: \$260,000

6. Public Safety Defensive/Tactical Driving Course

Local police, fire and EMS providers have a continuing need to conduct advanced driver training. Since there is currently no suitably sized, closed-circuit, paved surface available in the area, agencies must rely on other facilities, generally at state or military airfields with limited availability.

The City will provide the land to develop an approximately 1250 ft. by 350 ft. paved surface for driver training emergency personnel in interior Alaska. The project would consist of excavating undesirable subsurface soils to a depth of 48 inches, replacing compacted classified material, and constructing a two inch thick asphalt concrete driving surface. Adjacent to the paved driving surface the area will be developed and graded for drainage to provide the City of Fairbanks with a badly needed two acre snow disposal site on the south side of the City. Security fencing and minimal lighting are included.

The City Engineer's construction cost estimate is \$2,500,000.

ORDINANCE NO. 5863

**AN ORDINANCE AMENDING THE 2011 BUDGET ESTIMATE
FOR THE THIRD TIME**

WHEREAS, this ordinance incorporates the changes outlined on the attached summary to amend the 2011 operating budget.

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 2011 budget from the following sources of revenue for the City of Fairbanks in the amount indicated 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 January 1, 2011 and ending December 31, 2011

	Approved Budget	As Amended
Taxes, (all sources)	\$ 19,372,237	\$ 19,479,237
Charges for Services	3,960,860	4,238,185
Intergovernmental Revenues	3,761,208	3,780,471
Licenses & Permits	1,454,570	1,658,379
Fines, Forfeitures & Penalties	906,587	984,544
Interest & Penalties	135,000	136,597
Rental & Lease Income	224,663	213,831
Other Revenues	216,500	216,500
Other Financing Sources	2,688,794	766,963
Total Appropriation	\$ 32,720,419	\$ 31,474,707

SECTION 2. There is hereby appropriated to the 2011 budget expenditures for the City of Fairbanks in the amount indicated:

10	Mayor and Council	\$ 472,130	\$ 472,130
11	Office of the City Attorney	163,423	163,423
12	Office of the City Clerk	288,335	288,335
13	Finance Department	877,069	877,069
14	Information Technology	1,292,445	1,292,445
15	General Account	5,517,868	7,739,868
16	Risk Management	1,681,606	1,659,032
17	Property Management	58,959	58,959
20	Police Department	6,533,396	6,533,396
21	Dispatch	1,840,347	1,840,347
30	Fire Department	5,883,931	5,883,931
50	Department of Public Works	6,765,761	6,765,761
51	Engineering Division	519,816	519,816
60	Building Department	652,624	652,624
	Total General Fund Appropriation	\$ 32,547,710	\$ 34,747,136
	12/31/10 General Fund Balance	\$ 12,763,194	\$ 12,785,163
	Increase/(Decrease) to Fund Balance	172,709	(3,272,429)
	Reserve for 2011 Encumbrances	(174,436)	(174,436)
	Designated for 21st Street Project		
	Designated for Snow Removal	(250,000)	(250,000)
	Designated for Abatements	(5,940)	(5,940)
	Estimate Self Insurance Reserve	(577,896)	(577,896)
	12/31/11 Projected Unreserved Balance	\$ 11,927,631	\$ 8,504,462
	12/31/10 Unreserved Fund Balance	\$ 11,754,922	\$ 11,776,891
	Designations from 2010 Revenue and OFS	-	-
	Increase to Unreserved Fund Balance	172,709	(3,272,429)
	2011 Projected Undesignated Fund Balance	\$ 11,927,631	\$ 8,504,462

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 January 1, 2011 and ending December 31, 2011.

SECTION 4. The effective date of this ordinance shall be the _____ day of _____ 2011.

Jerry Cleworth, MAYOR

AYES:
NAYS:
ABSTAIN:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM

Janey Hovenden, CMC, City Clerk

Paul J. Ewers, City Attorney

**SUMMARY OF ORDINANCE 5863
AS SUBSTITUTED
AMENDING 2011 GENERAL FUND BUDGET THIRD TIME**

ESTIMATED REVENUES \$676,119 INCREASE AND OTHER FINANCING SOURCES
\$1,921,831 DECREASE FOR A NET DECREASE OF \$1,245,712

1. Taxes – \$107,000 net increase
2. Charges for Services - \$277,325 net increase
3. Intergovernmental Revenues – \$19,263 net increase
4. Licenses & Permits – \$203,809 net increase
5. Fines, Forfeitures, & Penalties – \$77,957 net increase
6. Interest and Penalties - \$1,597 net increase
7. Rental & Lease Income – (\$10,832) decrease
8. Other Revenues – No Change
9. Other Financing Sources & Uses – (\$1,921,831) decrease due to transferring \$1,918,431 to the Fairbanks Transportation Center to pay off the capital lease and \$3,400 to the Permanent Fund for sale of real property.

ESTIMATED EXPENDITURES

\$2,199,426 INCREASE

1. Mayor & Council – No Change
2. City Attorney's Office – No Change
3. City Clerk's Office – No Change
4. Finance Department – No Change
5. General Account – \$2,222,000 Increase
 - a. \$1,890,000 increase for Bond Principal (Police Station Defeasance)
 - b. \$ 192,000 increase for Bond Interest (Police Station Defeasance)
 - c. \$ 20,000 increase for Street Lights
 - d. \$20,000 increase for telephone
 - e. \$20,000 increase for electric
 - f. \$80,000 increase for heating fuel
6. Risk Management – \$22,574 Decrease
 - a. (\$ 22,574) decrease to 2010 actual expenditure
7. Police Department – No Change
8. Dispatch – No Change
9. Fire Department – No Change
10. Public Works – No Change
11. Engineering – No Change
12. Building Department – No Change

**CITY OF FAIRBANKS
ORDINANCE 5863
AMENDING THE 2011 GENERAL FUND BUDGET FOR THE THIRD TIME**

ACCT	DESCRIPTION	2011 BUDGET	ACTUAL AS OF 10/17/11	VARIANCE	%	ADJUST BUDGET	2011 AMENDED BUDGET
60 TAXES							
3001	REAL PROPERTY TAXES	14,097,237	14,098,431	1,194	100.0%	-	14,097,237
3002	HOTEL MOTEL TAXES	2,525,000	1,974,049	(550,951)	78.2%	(63,000)	2,462,000
3003	ALCOHOL BEVERAGES TAXES	1,900,000	1,411,533	(488,467)	74.3%	100,000	2,000,000
3004	TOBACCO DISTRIBUTION TAXES	850,000	613,843	(236,157)	72.2%	70,000	920,000
		<u>19,372,237</u>	<u>18,097,856</u>	<u>(1,274,382)</u>	<u>93.4%</u>	<u>107,000</u>	<u>19,479,237</u>
61 CHARGES FOR SERVICES							
3101	RESERVE FOR LOSSES	(50,000)	-	(50,000)	0.0%	-	(50,000)
3125	ATTORNEY FEES/COURT COSTS	14,000	5,040	(8,960)	36.0%	(7,000)	7,000
3126	ELECTION FILING SERVICES	200	125	(75)	62.5%	(75)	125
3140	COPY CHARGES	10,500	18,835	8,335	179.4%	9,000	19,500
3180	ADMIN REC GRANTS	10,000	13,779	3,779	137.8%	4,000	14,000
3102	AMBULANCE	1,250,000	750,999	(499,001)	60.1%	-	1,250,000
3103	FIRE PROTECTION SERVICES	5,401	6,398	997	118.5%	-	5,401
3104	MOTOR VEH ACCIDENT	16,500	12,035	(4,465)	72.9%	-	16,500
3106	POLICE OVERTIME REIM	4,000	-	(4,000)	0.0%	(4,000)	-
3108	ALARM SYSTEM BILLINGS	90,000	146,550	56,550	162.8%	56,900	146,900
3109	TRAFFIC TICKET COLLECTION FEE	11,000	37,380	26,380	339.8%	26,380	37,380
3110	DISPATCH SERVICES	516,885	311,281	(205,604)	60.2%	-	516,885
3112	GARBAGE COLLECTION	1,342,032	1,422,795	80,763	106.0%	80,763	1,422,795
3113	GARBAGE EQUIPMENT RESERVE	186,492	195,499	9,007	104.8%	9,007	195,499
3115	PW WARRANTY REIMB	-	(41,411)	(41,411)	-	-	-
3124	ENG/MISC CHARGES & FEES	1,500	2,150	650	143.3%	650	2,150
3183	ENG RECOVERY GRANTS	550,000	531,887	(18,113)	96.7%	100,000	650,000
3460	STRMWATER PPP PLAN REVIEW	600	1,410	810	235.0%	810	1,410
3461	STRMWTR SITE REVIEW 1-5 ACRE	250	240	(10)	96.0%	(10)	240
3130	BUILDING MISC SERVICES	1,500	2,475	975	165.0%	900	2,400
		<u>3,960,860</u>	<u>3,417,467</u>	<u>(643,393)</u>	<u>86.3%</u>	<u>277,325</u>	<u>4,238,185</u>
63 INTERGOVERNMENTAL							
3305	SOA BOND REIMBURSEMENT	866,815	866,815	-	100.0%	-	866,815
3314	SART EXAM REIMBURSEMENT	-	15,350	15,350	-	15,350	15,350
3301	SOA MUNICIPAL ASSISTANCE	2,208,228	1,656,171	(552,057)	75.0%	-	2,208,228
3302	SOA ELECTRIC/PHONE	124,215	122,192	(2,023)	98.4%	(2,023)	122,192
3303	SOA LIQUOR LICENSE	81,950	84,100	2,150	102.6%	2,150	84,100
3304	FNSB PILT	5,000	8,786	3,786	175.7%	3,786	8,786
3315	FT WW NORTH HAVEN PILT	475,000	475,000	-	100.0%	-	475,000
		<u>3,761,208</u>	<u>3,228,415</u>	<u>(532,794)</u>	<u>85.8%</u>	<u>19,263</u>	<u>3,780,471</u>
64 LICENSES & PERMITS							
3401	BUSINESS LICENSE	730,200	747,069	16,869	102.3%	15,963	746,163
3402	SECURITY GUARD LICENSE	-	400	400	-	-	-
3403	TRANSIET VENDOR LICENSE	2,800	2,800	-	100.0%	-	2,800
3404	SPECIAL EVENT PERMIT	11,950	8,416	(3,534)	70.4%	(3,534)	8,416

ACCT	DESCRIPTION	2011 BUDGET	ACTUAL AS			%	ADJUST BUDGET	2011
			OF 10/17/11	VARIANCE				AMENDED BUDGET
3405	PRIVATE DETECTIVE LICENSE	2,000	4,000	2,000	200.0%	2,000	4,000	
3407	MASSAGE PRACTITIONER	3,000	4,300	1,300	143.3%	1,300	4,300	
3411	CHAUFFEUR LICENSE	18,000	17,425	(575)	96.8%	-	18,000	
3413	COMM VEHICLE FOR HIRE	15,000	17,500	2,500	116.7%	3,000	18,000	
3414	BICYCLE LICENSE	20	12	(8)	60.0%	-	20	
3432	TEMPORARY CATERER'S APPL	2,000	1,775	(225)	88.8%	-	2,000	
3440	MISC PERMITS AND LICENSES	400	600	200	150.0%	200	600	
3105	FIRE CODE INSPECTIONS	80,000	80,815	815	101.0%	2,000	82,000	
3423	ALARM PERMITS	3,000	900	(2,100)	30.0%	(2,000)	1,000	
3117	ENG/PLAT SERVICES 4 OR LESS	-	200	200	0.0%	200	200	
3118	ENG/PLAT SERVICES 5 OR MORE	-	250	250	0.0%	250	250	
3119	ENG/ QUICK PLATS	-	600	600	0.0%	600	600	
3425	ENG/DRIVEWAY CONST PERMIT ENG/SDWLK/ST OBSTRUCT	1,500	1,750	250	116.7%	250	1,750	
3426	PERMIT	1,200	1,350	150	112.5%	-	1,200	
3428	RIGHT OF WAY PERMIT ENG/STREET EXCAVATION	18,000	20,365	2,365	113.1%	2,365	20,365	
3431	PERMIT MASTER PLUMBER	500	4,900	4,400	980.0%	4,400	4,900	
3408	LICENSE/EXAMS	3,000	2,200	(800)	73.3%	-	3,000	
3415	COMMERCIAL BLDG PERMIT	380,700	460,116	79,416	120.9%	79,416	460,116	
3418	RESIDENTIAL BUILDING PERMIT	42,300	71,781	29,481	169.7%	29,481	71,781	
3420	MECHANICAL PERMIT	45,000	63,085	18,085	140.2%	18,085	63,085	
3421	PLUMBING PERMIT	35,000	46,068	11,068	131.6%	11,068	46,068	
3422	SIGN PERMIT	4,000	5,841	1,841	146.0%	1,841	5,841	
3424	ELECTRICAL PERMIT	55,000	91,924	36,924	167.1%	36,924	91,924	
		<u>1,454,570</u>	<u>1,656,442</u>	<u>201,872</u>	<u>113.9%</u>	<u>203,809</u>	<u>1,658,379</u>	
65 FINES & FORFIETURES								
3602	PARKING VIOLATIONS	3,000	2,140	(860)	71.3%	-	3,000	
3603	MOVING TRAFFIC VIOLATIONS	463,277	400,190	(63,087)	86.4%	-	463,277	
3604	MISC VIOLATIONS	250	38	(213)	15.0%	(150)	100	
3605	VEHICLE FORFEITURES	400,000	473,345	73,345	118.3%	75,000	475,000	
3608	CITY FORFEITURES	15,000	16,592	1,592	110.6%	1,592	16,592	
3609	EMS SEATBELT OPTION	60	75	15	125.0%	15	75	
3606	VEH FORF/TOW/STG/ACCESS	25,000	25,105	105	100.4%	1,500	26,500	
		<u>906,587</u>	<u>917,485</u>	<u>10,898</u>	<u>101.2%</u>	<u>77,957</u>	<u>984,544</u>	
67 INTEREST & PENALTIES								
4001	INTEREST - DEMAND DEPOSITS	10,000	3,029	(6,971)	30.3%	(6,500)	3,500	
4002	HOTEL MOTEL-INT/PENALTY	17,500	37,713	20,213	215.5%	-	17,500	
4003	ALCOHOL-INT/PENALTY	20,000	13,863	(6,137)	69.3%	(4,000)	16,000	
4005	PROP TAX-INT/PENALTY	70,000	47,865	(22,135)	68.4%	-	70,000	
4007	GARBAGE-INT/PENALTY	16,000	30,230	14,230	188.9%	12,097	28,097	
4008	SPEC ASSESSMENTS-INT/PENALTY	1,500	1,500	0	100.0%	-	1,500	
		<u>135,000</u>	<u>134,200</u>	<u>(800)</u>	<u>99.4%</u>	<u>1,597</u>	<u>136,597</u>	

ACCT	DESCRIPTION	2011 BUDGET	ACTUAL AS OF 10/17/11	VARIANCE	%	ADJUST BUDGET	2011 AMENDED BUDGET
68 RENTAL & LEASES							
4201	UTILIDOR LEASES	80,000	80,000	-	100.0%	-	80,000
4203	RENT-OLD CITY HALL	-	1	1		-	-
4204	RENT-CHENA BLDG- UAF	64,991	54,159	(10,832)	83.3%	(10,832)	54,159
4207	RENT-YOUTH COURT	3,108	2,590	(518)	83.3%	-	3,108
4208	RENT-BOYS/GIRLS CLUB	18,024	13,550	(4,474)	75.2%	-	18,024
4209	RENT-BOXING CLUB	840	700	(140)	83.3%	-	840
4212	RENT-GOLD HEART PLAZA	-	21	21		-	-
4216	LEASE - CELL TOWER	19,200	16,000	(3,200)	83.3%	-	19,200
4202	RENT-FIRE TRAINING CENTER	38,500	31,189	(7,311)	81.0%	-	38,500
		<u>224,663</u>	<u>198,210</u>	<u>(26,453)</u>	<u>88.2%</u>	<u>(10,832)</u>	<u>213,831</u>
78 OTHER REVENUES							
3801	SPECIAL ASSES/PRINCIPAL	6,500	4,405	(2,095)	67.8%	-	6,500
4703	CASH OVER AND SHORT	-	(36)	(36)	0.0%	-	-
4704	MISCELLANEOUS REVENUES	10,000	5,732	(4,268)	57.3%	-	10,000
4701	TECHITE SETTLEMENT	200,000	200,000	-	100.0%	-	200,000
4702	DONATION/CONTR	-	15	15	0.0%	-	-
		<u>216,500</u>	<u>210,116</u>	<u>(6,384)</u>	<u>97.1%</u>	<u>-</u>	<u>216,500</u>
SUBTOTAL REVENUES						676,119	
79 OFS/OFU							
4900	SALE OF ASSETS-DUE PF	-	3,400	3,400	0.0%	-	-
4901	SALE OF ASSETS	25,000	20,939	(4,061)	83.8%	-	25,000
4928	XFER FROM PF/OPERATIONS	3,982,286	2,502,214	(1,480,072)	62.8%	-	3,982,286
7602	XFER TO PF	(100,000)	(100,000)	-	100.0%	-	(100,000)
7604	XFER TO CAP FUND	(782,000)	(782,000)	-	100.0%	-	(782,000)
7608	XFER TO TRANS CENTER	(200,000)	(200,000)	-	100.0%	(1,918,431)	(2,118,431)
7609	XFER TO PF SSALE PROCEEDS	-	(3,400)	(3,400)	0.0%	(3,400)	(3,400)
7610	XFER TO CAP FUND/EQ RESERVE	(186,492)	(146,421)	40,071	78.5%	-	(186,492)
7614	XFER TO CAP FUND/AMB MILAGE	(50,000)	-	50,000	0.0%	-	(50,000)
SUBTOTAL OFS/OFU						(1,921,831)	766,963
		<u>32,720,419</u>	<u>29,154,921</u>	<u>(3,665,498)</u>	<u>89.1%</u>	<u>(1,245,712)</u>	<u>31,474,707</u>

ORDINANCE NO. 5864

**AN ORDINANCE TO AMEND FAIRBANKS GENERAL CODE
CHAPTER 14, ARTICLE XIII BUSINESS LICENSING REGARDING
APPLICATION INFORMATION AND FEES**

WHEREAS, the requirement of a state business license number on the application forms for city business license is unnecessary; and

WHEREAS, there is a typo in the current fee chart that requires corrections; two new fee levels to be added,

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

Section 1. That Fairbanks General Code Section 14-601(c) is amended by deleting subpart (5) requiring a state business license number.

Section 2. That Fairbanks General Code Section 14-602(a) is amended as follows:

Sec. 14.602. License fee registration.

(a) The annual license registration shall be based on gross receipts from the prior year as set forth below regardless of the number of physical locations in the city where the business is conducted. For 2011, the license fee schedule is shown below. For calendar years 2012 and beyond, the fee schedule shall be adjusted as part of the annual budget estimate by the estimated annual year adjustment to reflect the actual change. Starting in 2012, the fee schedule shall be removed from the City Code and instead published in the *City Schedule of Fees and Charges for Service* with fees rounded to the nearest dollar. The minimum license fee shall remain at \$25.00 until further amendment by ordinance.

Gross Receipts	Annual License
\$0—\$49,999	\$25
\$50,000—\$249,999	\$108
\$250,000—\$999,999	\$324
\$1,000,000—\$2,999,999	\$540
\$3,000,000—\$9,999,999	\$1,080
\$10,000,000—\$19,999,999	\$2,160
\$20,000,000—\$39,999,999	\$3,240
\$40,000,000—\$59,999,999	\$4,320
\$80,000,000 <u>\$60,000,000</u> —\$79,999,999*	\$5,400
<u>\$80,000,000 -- \$99,999,999</u>	<u>\$10,800</u>
<u>\$100,000,000 -- \$119,999,999</u>	<u>\$15,000</u>
<u>\$120,000,000 and above</u>	<u>\$20,000</u>

*correcting typo.

Section 4. That the effective date of this ordinance shall be the ____ day of _____, 2011.

Jerry Cleworth, Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

Janey Hovenden, CMC, City Clerk

Paul Ewers, City Attorney