

**ORDINANCE NO. 6008, AS AMENDED**

**AN ORDINANCE AMENDING THE 2016 OPERATING AND  
CAPITAL BUDGETS FOR THE SECOND 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

REVENUE	2016 REVISED BUDGET	INCREASE (DECREASE)	AS AMENDED
Taxes, (all sources)	\$ 21,319,723	\$ -	\$ 21,319,723
Charges for Services	4,638,809	<b>5,278</b>	<b>4,644,087</b>
Intergovernmental Revenues	3,143,100	4,100	3,147,200
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	1,280,585	-	1,280,585
Total revenue appropriation	<b>\$ 33,539,142</b>	<b>\$ 9,378</b>	<b>\$ 33,548,520</b>
<b>EXPENDITURES</b>			
Mayor and Council	\$ 611,663	\$ 2,325	\$ 613,988
Office of the City Attorney	183,601	1,187	184,788
Office of the City Clerk	348,978	2,196	351,174
Finance Department	948,407	10,264	958,671
Information Technology	1,977,023	7,994	1,985,017
General Account	5,536,053	<b>15,000</b>	<b>5,551,053</b>
Risk Management	1,434,987	-	1,434,987
Police Department	7,024,083	7,022	7,031,105
Dispatch Center	2,160,495	1,512	2,162,007
Fire Department	6,392,577	3,769	6,396,346
Public Works Department	7,814,111	<b>51,825</b>	<b>7,865,936</b>
Engineering Department	620,780	<b>9,535</b>	<b>630,315</b>
Building Department	689,303	8,091	697,394
Total expenditure appropriation	<b>\$ 35,742,061</b>	<b>\$ 120,720</b>	<b>\$ 35,862,781</b>
12/31/15 estimated general fund balance	\$ 12,159,122	\$ -	\$ 12,159,122
Increase (Decrease) to fund balance	901,425	<b>(111,342)</b>	790,083
Prior Year encumbrances	(404,344)	-	(404,344)
Transfer to capital and permanent funds	(2,700,000)	-	(2,700,000)
12/31/16 Unassigned balance	<b>\$ 9,956,203</b>	<b>\$ (111,342)</b>	<b>\$ 9,844,861</b>
Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$4,000,000.			<b>\$ 7,172,556</b>

## CAPITAL FUND

<u>REVENUE</u>	2016 REVISED BUDGET	INCREASE (DECREASE)	AS AMENDED
Transfer from Permanent Fund	\$ 541,254	17,883	\$ 559,137
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>\$ 6,497,679</u>	<u>\$ 17,883</u>	<u>\$ 6,515,562</u>
 <u>EXPENDITURES</u>			
IT Department	\$ 247,808	\$ -	\$ 247,808
Dispatch	82,532	-	82,532
Police Department	327,896	60,000	387,896
Fire Department	462,751	56,417	519,168
Public Works Department	845,500	-	845,500
Property Repair & Replacement	1,205,191	120,535	1,325,726
Road Maintenance	2,297,830	1,298,256	3,596,086
Total expenditures	<u>\$ 5,469,508</u>	<u>1,535,208</u>	<u>7,004,716</u>
12/31/15 capital fund balance	\$ 4,462,080	\$ -	\$ 4,462,080
Increase (Decrease) to fund balance	1,028,171	(1,517,325)	(489,154)
12/31/16 assigned fund balance	<u>\$ 5,490,251</u>	<u>\$ (1,517,325)</u>	<u>\$ 3,972,926</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.

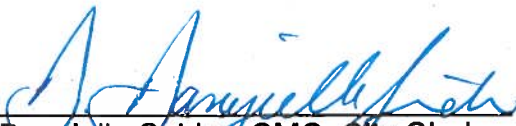
**SECTION 3.** The effective date of this ordinance shall be the 30th day of April 2016.


  
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JOHN EBERHART, MAYOR

AYES: Matherly, Cleworth, Walley, Huntington, Gatewood, Pruhs  
NAYS: None  
ABSENT: None  
ADOPTED: April 25, 2016

ATTEST:

APPROVED AS TO FORM:

  
\_\_\_\_\_  
D. Danyielle Snider, CMC, City Clerk

  
\_\_\_\_\_  
Paul J. Ewers, City Attorney

**FISCAL NOTE**  
**ORDINANCE NO. 6008, AS AMENDED**  
**AMENDING THE 2016 OPERATING AND CAPITAL BUDGETS**  
**FOR THE SECOND TIME**

**General Fund – \$ 9,378 Change in Revenue**  
**\$120,720 Increase in Expenditures**

**Revenue – \$9,378 Increase**

1. Taxes
2. Charges for Services
  - **\$ 5,278 ~~\$33,013~~ increase to Engineering Grant Recovery**
3. Intergovernmental Revenues
  - **\$4,100 increase in State of Alaska Liquor Tax revenue sharing proceeds**
4. Licenses & Permits
5. Fines, Forfeitures & Penalties
6. Interest & Penalties
7. Rental & Lease Income
8. Other Revenues
9. Other Financing Sources & (Uses)

**Expenditures-\$120,720 Increase**

1. Mayor & Council
  - **\$1,075 due to 1.3% IBEW CBA increase**
  - **\$1,250 increase to match the "Trust" Alaska Mental Health Trust Authority grant being sought by Tanana Chiefs Conference to conduct a feasibility study for a Fairbanks Sobering Center.**
2. City Attorney's Office
  - **\$1,187 due to 1.3% IBEW CBA increase**
3. City Clerk's Office
  - **\$2,196 due to 1.3% IBEW CBA increase**
4. Finance Department
  - **\$10,264 due to 1.3% IBEW CBA increase**
5. Information Technology

- \$7,994 due to 1.3% IBEW CBA increase
6. General Account
- **\$15,000 increase to purchase an option to purchase the Deed of Trust and Promissory Note**
7. Risk Management
8. Police Department
- \$2,022 due to 1.3% IBEW CBA increase
  - \$2,500 increase to Community Promotions to provide food and beverages for individuals volunteering for commissions and boards as well as community member lunches with the Chief of Police
  - (\$2,500) decrease in operating supplies to establish the Community Promotions account
  - \$5,000 increase to Uniforms & Equipment to replace rifle sights. A \$5,000 refund check will be received from EOtech for the returned sights (coded to misc revenue due to prior years' purchase).
9. Dispatch
- \$1,512 due to 1.3% IBEW CBA increase
  - \$500 increase to Community Promotions to provide food and beverages for individuals volunteering for commissions and boards
  - (\$500) decrease in operating supplies to establish the Community Promotions account
10. Fire Department
- \$3,769 due to 1.3% IBEW CBA increase
  - **~~\$11,353 increase to Fire Chief benefits (5.38X2080=11,190.4\*1.45% medicare=11,352.66)~~**
11. Public Works
- \$1,370 due to 1.3% IBEW CBA increase
  - \$45,630 due to 1.1% AFLCIO CBA increase
  - \$4,825 a 5% "Acting" increase salaries & wages to compensate the General Forman for performing PW Director duties from April 1, 2015 through April 30, 2016.

- ~~\$23,453 increase to salaries and wages for 25% of the cost of a PW/City Engineer position~~
- ~~\$9,130 increase to benefits for 25% of the cost of a PW/City Engineer position~~

## 12. Engineering

- **\$1,805 due to 1.3% IBEW CBA increase**
- **\$493 due to 1.1% AFLCIO CBA increase**
- **~~(23,453) decrease to salaries and wages reallocated to PW for their share of the PW/City Engineer position (75% Engineering, 25% Public Works)~~**
- **~~\$73,500 net increase to salaries and to reclass the Engineer IV position previously budgeted at the City Engineer position.~~**
- **\$7,133 increase salaries and wages (20%) to attract a level 3 Surveyor (net grant share)**
- **\$104 ~~\$9,755~~ net increase to benefits due ~~the PW/City Engineer reallocation, the Engineer IV reallocation~~ and to the increased Surveyor position.**

## 13. Building Department

- **\$8,091 due to 1.3% IBEW CBA increase**

**Capital Fund - \$ 17,883 Increase in Revenues  
\$1,535,208 Increase in Expenditures**

1. REVENUES

- \$17,883 Increase in Permanent Fund transfer

2. OTHER FINANCING SOURCES (USES)

3. INTERNAL TRANSFER

4. EXPENDITURES

- **\$39,462 Increase in Property Replacement for citywide security upgrades**
- **\$81,073 Increase in Property Replacement for parking garage security upgrades**
- \$56,417 increase in Fire expenditures for HLS grant match (approved in 2015 Resolution 4687)
- \$60,000 increase for an additional police vehicle
- **\$1,298,256 increase for the Gateway and Rickert projects**



**2016 Summary GENERAL FUND Budget Changes**

<b>Date</b>	<b>Account</b>	<b>Description</b>	<b>Revenues</b>	<b>Expenditures</b>	<b>Net Income</b>
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)

<u>\$ 36,248,520</u>	<u>\$ (35,458,437)</u>	<u>\$ 790,083</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.

**2016 Summary CAPITAL FUND Budget Changes**

<b>Date</b>	<b>Account</b>	<b>Description</b>	<b>Revenues</b>	<b>Expenditures</b>	<b>Net Income</b>
12/07/15		Ord. 5998 Adopting the 2016 Operating and Capital Budget	\$ 2,099,849	\$ (1,676,586)	\$ 423,263
		Ord. 6003* Amending the 2016 Budget for the first time *Includes fund balance changes of \$1,545,092 for prior year encumbrances and \$2,197,830 commitment to the Rickert St. project and \$50,000 for Fire Chief vehicle	4,397,830	(3,792,922)	604,908
03/25/16		Ord 6008	17,883	(1,535,208)	(1,517,325)
					-
			<u>\$ 6,515,562</u>	<u>\$ (7,004,716)</u>	<u>\$ (489,154)</u>

**Note:** Does not include encumbrances which are funded by prior year Fund Balance.