

Introduced By: Mayor Jim Matherly  
Finance Committee Meeting: June 19, 2018  
Introduced: June 25, 2018

**ORDINANCE NO. 6078, AS AMENDED**

**AN ORDINANCE AMENDING THE 2018 OPERATING  
AND CAPITAL BUDGETS FOR THE SECOND TIME**

**WHEREAS**, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2018 operating and capital budget.

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

**SECTION 1.** There is hereby appropriated to the 2018 General Fund and Capital Fund budgets the following sources of revenue and expenditures in the amounts indicated to the departments named for the purpose of conducting the business of the City of Fairbanks, Alaska, for the fiscal year commencing on January 1, 2018 and ending December 31, 2018 (see pages 2 and 3) [amendments shown in **bold** font; deleted text or amounts in ~~strikethrough~~ font]:

**GENERAL FUND**

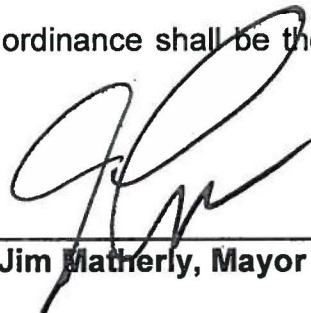
<u>REVENUE</u>	COUNCIL APPROPRIATION	REVIEW PERIOD INCREASE (DECREASE)	AMENDED APPROPRIATION
Taxes, (all sources)	\$ 20,933,871	\$ 100,111	\$ 21,033,982
Charges for Services	5,218,780	109,596	5,328,376
Intergovernmental Revenues	860,646	419,374	1,280,020
Licenses & Permits	1,386,190	151,000	1,537,190
Fines, Forfeitures & Penalties	510,000	-	510,000
Interest & Penalties	163,000	-	163,000
Rental & Lease Income	136,234	-	136,234
Other Revenues	221,000	-	221,000
Other Financing Sources	3,497,041	(3,904)	3,493,137
Total revenue appropriation	<u>\$ 32,926,762</u>	<u>\$ 776,177</u>	<u>\$ 33,702,939</u>
<b><u>EXPENDITURES</u></b>			
Mayor and Council	\$ 625,791	\$ -	\$ 625,791
Office of the City Attorney	182,369	-	182,369
Office of the City Clerk	359,192	-	359,192
Finance Department	929,749	-	929,749
Information Technology	1,960,668	103,596	2,064,264
General Account	4,596,608	40,000	4,636,608
Police Department	7,032,893	-	7,032,893
Dispatch Center	2,376,286	-	2,376,286
Fire Department	6,710,008	67,300	6,777,308
Public Works Department	7,897,436	379,200	8,276,636
Engineering Department	565,896	8,000	573,896
Building Department	699,906	-	699,906
Total expenditure appropriation	<u>\$ 33,936,802</u>	<u>\$ 598,096</u>	<u>\$ 34,534,898</u>
Estimated general fund balance	\$ 11,824,730	\$ -	\$ 11,824,730
Prior year encumbrance	(351,737)	-	(351,737)
Increase (Decrease) to fund balance	341,697	181,985	523,682
Transfer to Other Funds	(1,000,000)	(3,904)	(1,003,904)
12/31/18 unassigned balance	<u>\$ 10,814,690</u>	<u>\$ 178,081</u>	<u>\$ 10,992,771</u>
Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$4,000,000.			<u><u>\$ 6,906,980</u></u>

## CAPITAL FUND

<u>REVENUE</u>	COUNCIL APPROPRIATION	INCREASE (DECREASE)	AMENDED APPROPRIATION
Transfer from Permanent Fund	\$ 601,936	\$ -	\$ 601,936
Transfer from General Fund	1,000,000	-	1,000,000
Public Works Department	250,000	-	250,000
Garbage Equipment Reserve	253,480	-	253,480
Building Department	10,000	-	10,000
Engineering Department	-	-	-
Police Department	180,000	-	180,000
Dispatch Department	140,000	-	140,000
Fire Department	324,966	3,904	328,870
IT Department	102,000	-	102,000
Property Repair & Replacement	145,000	-	145,000
Total revenue appropriation	<u>\$ 3,007,382</u>	<u>\$ 3,904</u>	<u>\$ 3,011,286</u>
 <u>EXPENDITURES</u>			
Public Works Department	\$ 446,895	\$ -	\$ 446,895
Garbage Equipment Reserve	680,000	-	680,000
Engineering Department	67,500	-	67,500
Building Department	70,000	-	70,000
Police Department	213,136	40,135	253,271
Fire Department	542,900	-	542,900
IT Department	193,245	-	193,245
Road Maintenance	817,480	29,653	847,133
Property Repair & Replacement	687,271	95,000	782,271
Total expenditure appropriation	<u>\$ 3,718,427</u>	<u>\$ 164,788</u>	<u>\$ 3,883,215</u>
Estimated capital fund balance	\$ 7,269,745	\$ -	\$ 7,269,745
Prior year encumbrance	(668,689)	-	(668,689)
Increase (Decrease) to fund balance	(1,049,186)	(164,788)	(1,213,974)
Transfer from other funds	1,006,830	3,904	1,010,734
12/31/18 assigned fund balance	<u>\$ 6,558,700</u>	<u>\$ (160,884)</u>	<u>\$ 6,397,816</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, 2018 and ending December 31, 2018.

**SECTION 3.** The effective date of this ordinance shall be the 14th day of July 2018.



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Jim Matherly, Mayor

AYES: Bagwill, Therrien, Pruhs, Cleworth, Rogers  
NAYS: None  
ABSENT: Huntington  
ADOPTED: July 9, 2018

ATTEST:

APPROVED AS TO FORM:



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D. Danyielle Snider, CMC, City Clerk



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Paul J. Ewers, City Attorney

**FISCAL NOTE**  
ORDINANCE NO. 6078, AS AMENDED  
AMENDING THE 2018 OPERATING AND CAPITAL FUND  
BUDGETS FOR THE SECOND TIME

**General Fund**  
**\$776,177 Increase in Revenue**  
**\$598,096 Increase in Expenditures**

**Revenue– \$776,177 Increase**

1. Tax Revenue

- **\$70,000 increase in marijuana tax**
- \$90,111 increase from property valuations used to set the Mill Levy
- **(\$60,000) decrease in tobacco tax (over prior two years)**

2. Charges For Services

- \$109,596 increase in FECC services for the University of Alaska

3. Intergovernmental Revenues

- \$419,374 increase in the Community Assistance Program (Revenue Sharing)

4. License and Permits

- **\$151,000 increase in Building permit fees (\$145,000 commercial permits and \$6,000 residential permits)**

5. Other Financing Sources

- (\$3,904) transfer to Capital Fund for ambulance mileage revenue

**Expenditures– \$598,096 Increase**

1. Mayor & Council

2. City Attorney's Office

3. City Clerk's Office

4. Finance Department

5. Information Technology

- \$103,596 increase for the University of Alaska FECC contract expenses

6. General Account

- \$15,000 increase to Abatements to recover funds transferred to OSHA Compliance
- \$25,000 increase in fuel (\$19,000 heating oil and \$6,000 natural gas)

7. Police Department

8. Dispatch

9. Fire Department

- \$7,000 increase to scan documents in the Fire Marshall's office
- \$6,800 increase for security system control of users
- **\$53,500 increase to hire a professional fire plans reviewer**

10. Public Works

- **\$35,000 increase to raze the building at 2406 South Cushman Street for expansion of the City snow storage sites**
- **\$75,000 increase in temporary labor to cover anticipated snow operations costs**
- **\$125,000 increase for street striping (\$50,000 to State DOT and \$75,000 for outside contractor)**
- \$144,200 increase for equipment fuel (\$40,200 for unleaded and \$104,000 for diesel)

11. Engineering

- \$8,000 increase for the installation of two pedestrian counters

12. Building Department

**Capital Fund**  
**\$3,904 Increase in Revenue**  
**\$164,788 Increase in Expenditures**

**REVENUE - \$3,904 Increase**

1. Other Financing Sources
  - \$3,904 transfer to increase ambulance mileage revenue

**EXPENDITURES - \$164,788 Increase**

1. Public Works
2. Engineering Department
3. Police Department
  - \$40,135 increase to purchase a new interview recording system
4. Fire Department
5. IT Department
6. Road Maintenance
  - **\$29,653 increase for FMATS Sidewalk Improvements project (Barnette & Cowles) 2018 match expenditure**
7. Property Repair & Replacement
  - \$95,000 additional funds for the Packer Barn ventilation project