

Introduced By: Mayor Matherly
Finance Committee Meeting: March 19, 2019
Introduced: March 25, 2019

ORDINANCE NO. 6098, AS AMENDED

**AN ORDINANCE AMENDING THE 2019 OPERATING
AND CAPITAL BUDGETS FOR THE FIRST TIME**

WHEREAS, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2019 operating and capital 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 2019 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, 2019 and ending December 31, 2019 (see pages 2 and 3) [amendments shown in **bold** font; deleted text or amounts in ~~strikethrough~~ font]:

GENERAL FUND

<u>REVENUE</u>	<u>COUNCIL APPROPRIATION</u>	<u>INCREASE (DECREASE)</u>	<u>AMENDED APPROPRIATION</u>
Taxes, (all sources)	\$ 21,706,047	\$ -	\$ 21,706,047
Charges for Services	5,386,902	-	5,386,902
Intergovernmental Revenues	1,319,288	(40,629)	1,278,659
Licenses & Permits	1,659,883	-	1,659,883
Fines, Forfeitures & Penalties	550,000	-	550,000
Interest & Penalties	215,500	-	215,500
Rental & Lease Income	139,835	-	139,835
Other Revenues	221,000	-	221,000
Other Financing Sources	4,164,519	(2,022,939)	2,141,580
Total revenue appropriation	\$ 35,362,974	\$ (2,063,568)	\$ 33,299,406
<u>EXPENDITURES</u>			
Mayor Department	\$ 643,684	\$ 4,440	\$ 648,124
Office of the City Attorney	208,081	-	208,081
Office of the City Clerk	409,154	-	409,154
Finance Department	901,445	-	901,445
Information Technology	1,986,202	126,343	2,112,545
General Account	4,607,050	206,523	4,813,573
Police Department	7,057,012	(341,566)	6,715,446
Dispatch Center	2,502,875	49,809	2,552,684
Fire Department	6,673,987	105,121	6,779,108
Public Works Department	8,264,092	320,830	8,584,922
Engineering Department	781,242	-	781,242
Building Department	705,075	-	705,075
Total expenditure appropriation	\$ 34,739,899	\$ 471,500	\$ 35,211,399
Estimated general fund balance	\$ 8,755,918	\$ 3,434,115	\$ 12,190,033
Increase (Decrease) to fund balance	623,075	51,217	674,292
Encumbrance carryforward		(586,285)	(586,285)
Transfer to other funds		(2,000,000)	(2,000,000)
2019 estimated unassigned balance	\$ 9,378,993	\$ 899,047	\$ 10,278,040

Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$4,000,000.

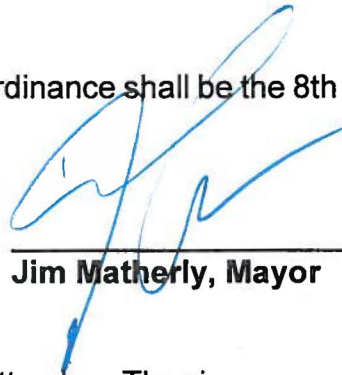
\$ 7,042,280

CAPITAL FUND

<u>REVENUE</u>	COUNCIL APPROPRIATION	INCREASE (DECREASE)	AMENDED APPROPRIATION
Transfer from Permanent Fund	\$ 609,950	\$ (2,868)	\$ 607,082
Transfer from General Fund	400,000	2,000,000	2,400,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	259,632	-	259,632
Building	10,000	-	10,000
Engineering	-	-	-
Police	180,000	-	180,000
Dispatch	215,000	-	215,000
Fire	330,447	-	330,447
IT	251,000	-	251,000
Property Repair & Replacement	145,000	-	145,000
Total revenue appropriation	<u>\$ 2,651,029</u>	<u>\$ 1,997,132</u>	<u>\$ 4,648,161</u>
 <u>EXPENDITURES</u>			
Public Works Department	\$ 1,175,000	\$ 367,810	\$ 1,542,810
Garbage Equipment Reserve	680,000	-	680,000
Engineering	-	41,325	41,325
Dispatch	75,000	-	75,000
Police Department	180,000	146,417	326,417
Fire Department	695,341	73,988	769,329
IT Department	251,000	65,995	316,995
Road Maintenance	833,839	348,489	1,182,328
Property Repair & Replacement	511,000	181,990	692,990
Total expenditure appropriation	<u>\$ 4,401,180</u>	<u>\$ 1,226,014</u>	<u>\$ 5,627,194</u>
Estimated capital fund balance	\$ 10,178,221	\$ 1,319,978	\$ 11,498,199
Increase (Decrease) to fund balance	(1,750,151)	(156,624)	(1,906,775)
Encumbrance Carryforward		(1,072,258)	(1,072,258)
Transfer from General fund		2,000,000	2,000,000
2019 estimated fund balance	<u>\$ 8,428,070</u>	<u>\$ 2,091,096</u>	<u>\$ 10,519,166</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, 2019 and ending December 31, 2019.

SECTION 3. The effective date of this ordinance shall be the 8th day of April 2019.




Jim Matherly, Mayor

AYES: Cleworth, Pruhs, Rogers, Kun, Ottersten, Therrien
NAYS: None
ABSENT: None
ADOPTED: April 8, 2019

ATTEST:

APPROVED AS TO FORM:



D. Danyielle Shider, CMC, City Clerk

Paul J. Ewers, City Attorney

FISCAL NOTE
ORDINANCE NO. 6098, AS AMENDED
AMENDING THE 2019 OPERATING AND CAPITAL BUDGETS
FOR THE FIRST TIME

General Fund
(\$2,063,568) Decrease in Revenue
\$471,500 Increase in Expenditures

Revenue– (\$2,063,568) Decrease

1. Tax Revenue
2. Charges For Services
3. Intergovernmental Revenues
 - (\$40,629) decrease in community assistance (revenue sharing)
4. License and Permits
5. Other Revenue
6. Other Financing Sources
 - (\$22,939) decrease in permanent fund draw due to final December 2018 declined balances affect on the five-year market value
 - (\$2,000,000) transfer to Capital fund

Expenditures– \$471,500 Increase

1. Mayor & Council
 - \$4,440 increase for encumbrance carryforward
2. City Attorney's Office
3. City Clerk's Office
4. Finance Department
5. Information Technology
 - \$126,343 increase for encumbrance carryforward
6. General Account
 - \$40,000 increase in the Securitas contract to provide more downtown coverage
 - \$166,523 increase for encumbrance carryforward
7. Police Department

- \$15,860 increase for encumbrance carryforward
- \$78,890 increase in salaries and benefits associated with the approval of a new CBA
- (\$12,140) decrease in meal allowances as per the new CBA (no meals after 3/15/19)
- (\$424,176) reduction of four police officers
- Reclassify regular wages and benefit savings, a net zero budget change, to a temporary part-time DMT position expiring on May 31, 2019.

8. Dispatch

- \$4,300 increase for encumbrance carryforward
- \$50,688 increase in salaries and benefits associated with the approval of the new CBA
- (\$5,179) decrease in meal allowances as per the new CBA (no meals after 3/15/19)

9. Fire Department

- \$4,911 increase to continue document scanning not completed in 2018
- \$49,221 increase for plan review services
- \$50,989 increase for encumbrance carryforward
- Reclassify regular wages and benefits to temporary wages and benefits to fill positions left vacant while members are on long-term military leave-without-pay, a zero net budget change

10. Public Works

- \$217,830 increase for encumbrance carryforward
- \$103,000 increase for road striping

11. Engineering

12. Building Department

Capital Fund
\$1,997,132 Increase in Revenue
\$1,226,014 Increase in Expenditures

Revenue – \$1,997,132 Increase

1. Other Financing Sources
 - (\$2,868) decrease in Permanent Fund draw due to final December 2018 declined balances affect on the five-year market value
 - \$2,000,000 transfer from General Fund

Expenditures – \$1,226,014 Increase

1. Public Works
 - \$317,810 increase for encumbrance carryforward
 - \$50,000 increase to purchase two dump trucks from the State of Alaska
2. Garbage Equipment Reserve
3. Engineering Department
 - \$41,325 increase to purchase a combined total station and scanner survey unit. The existing unit will be placed on consignment with the vendor and is expected to sell for around \$19,000. In addition, the existing scanner will be transferred to the Police Department for use in crime and accident scene data collection.
4. Police Department
 - \$146,417 increase for encumbrance carryforward
5. Fire Department
 - \$11,557 increase for encumbrance carryforward
 - \$11,238 increase related to the pump trailer purchase
 - \$25,352 increase for aerial platform fire apparatus purchase
 - \$25,841 increase for aerial platform fire apparatus contingency
6. IT Department
 - \$65,995 increase for encumbrance carryforward
7. Road Maintenance
 - \$348,489 increase for encumbrance carryforward

8. Property Repair & Replacement

- \$181,990 increase for encumbrance carryforward