

Introduced By: Mayor Matherly  
Finance Committee Meeting: September 17, 2019  
Introduced: September 23, 2019

**ORDINANCE NO. 6113, AS AMENDED**

**AN ORDINANCE AMENDING THE 2019 OPERATING  
AND CAPITAL BUDGETS FOR THE FOURTH 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 ~~font~~]:

**GENERAL FUND**

<u>REVENUE</u>	COUNCIL APPROPRIATION	INCREASE (DECREASE)	AMENDED APPROPRIATION
Taxes, (all sources)	\$ 21,706,047	\$ (172,000)	\$ 21,534,047
Charges for Services	5,386,902	185,000	5,571,902
Intergovernmental Revenues	1,278,659	2,700	1,281,359
Licenses & Permits	1,659,883	10,000	1,669,883
Fines, Forfeitures & Penalties	550,000	-	550,000
Interest & Penalties	215,500	-	215,500
Rental & Lease Income	139,835	-	139,835
Other Revenues	221,000	580,000	801,000
Other Financing Sources	2,141,580	110,000	2,251,580
Total revenue appropriation	<u>\$ 33,299,406</u>	<u>\$ 715,700</u>	<u>\$ 34,015,106</u>
<b>EXPENDITURES</b>			
Mayor Department	\$ 658,414	\$ -	\$ 658,414
Office of the City Attorney	213,471	-	213,471
Office of the City Clerk	414,404	-	414,404
Finance Department	925,795	-	925,795
Information Technology	2,112,545	-	2,112,545
General Account	4,813,573	490,000	5,303,573
Police Department	6,878,036	30,000	6,908,036
Dispatch Center	2,555,054	-	2,555,054
Fire Department	6,902,182	-	6,902,182
Public Works Department	8,649,001	-	8,649,001
Engineering Department	805,502	-	805,502
Building Department	722,705	-	722,705
Total expenditure appropriation	<u>\$ 35,650,682</u>	<u>\$ 520,000</u>	<u>\$ 36,170,682</u>
Estimated general fund balance	\$ 12,190,033	\$ -	\$ 12,190,033
Increase (Decrease) to fund balance	235,009	195,700	430,709
Encumbrance carryforward	(586,285)	-	(586,285)
Transfer to other funds	(2,000,000)	-	(2,000,000)
2019 estimated unassigned balance	<u>\$ 9,838,757</u>	<u>\$ 195,700</u>	<u>\$ 10,034,457</u>

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

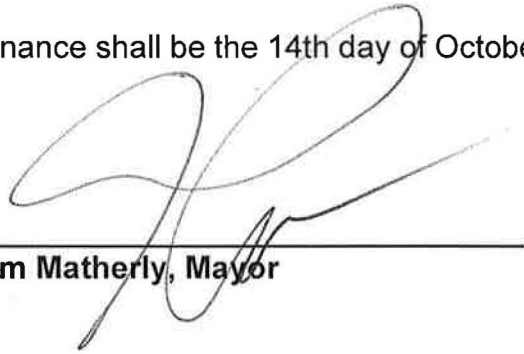
\$ 7,234,136

## CAPITAL FUND

<u>REVENUE</u>	COUNCIL APPROPRIATION	INCREASE (DECREASE)	AMENDED APPROPRIATION
Transfer from Permanent Fund	\$ 607,082	\$ -	\$ 607,082
Transfer from General Fund	2,400,000	-	2,400,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	259,632	-	259,632
Building	10,000	-	10,000
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>\$ 4,648,161</u>	<u>\$ -</u>	<u>\$ 4,648,161</u>
 <u>EXPENDITURES</u>			
Public Works Department	\$ 1,542,810	\$ -	\$ 1,542,810
Garbage Equipment Reserve	726,302	-	726,302
Engineering	41,325	-	41,325
Dispatch	75,000	-	75,000
Police Department	326,417	-	326,417
Fire Department	769,329	-	769,329
IT Department	349,895	-	349,895
Road Maintenance	1,182,328	150,000	1,332,328
Property Repair & Replacement	720,990	91,000	811,990
Total expenditure appropriation	<u>\$ 5,734,396</u>	<u>\$ 241,000</u>	<u>\$ 5,975,396</u>
Estimated capital fund balance	\$ 11,498,199	\$ -	\$ 11,498,199
Increase (Decrease) to fund balance	(2,013,977)	(241,000)	(2,254,977)
Encumbrance Carryforward	(1,072,258)	-	(1,072,258)
Transfer from General fund	2,000,000	-	2,000,000
2019 estimated fund balance	<u>\$ 10,411,964</u>	<u>\$ (241,000)</u>	<u>\$ 10,170,964</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 14th day of October 2019.



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**Jim Matherly, Mayor**

AYES: Cleworth, Pruhs, Rogers, Kun, Ottersten, Therrien  
NAYS: None  
ABSENT: None  
ADOPTED: October 14, 2019

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. 6113, AS AMENDED  
AMENDING THE 2019 OPERATING AND CAPITAL BUDGETS  
FOR THE FOURTH TIME

**General Fund**  
**\$715,700 Increase in Revenue**  
**\$520,000 Increase in Expenditures**

**Revenue**

1. Tax Revenue

- (\$172,000) decrease in real property taxes

2. Charges for Services

- \$5,000 increase for copy charges
- \$250,000 increase for ambulance services
- \$25,000 increase for fire protection services
- (\$10,000) decrease for alarm system billing
- \$115,000 increase for dispatch services
- (\$200,000) decrease for engineering grant recovery

3. Intergovernmental Revenues

- \$14,100 increase for State of Alaska municipal assistance
- (\$6,000) decrease for electric and phone tax share
- \$1,200 increase for liquor license tax share
- (\$6,600) decrease for Rest Easy PILT

4. License and Permits

- \$8,000 increase for business license
- \$2,000 increase for commercial refuse license

5. Other Revenue

- \$150,000 increase for interest income
- \$430,000 increase for PERS on-behalf contributions

6. Other Financing Sources

- \$110,000 increase for sale of assets

## Expenditures

1. Mayor & Council
2. City Attorney's Office
3. City Clerk's Office
4. Finance Department
5. Information Technology
6. General Account
  - \$50,000 increase for electric costs
  - \$10,000 increase for credit card fees
  - \$430,000 increase for PERS on-behalf expenditures
7. Police Department
  - **\$30,000 increase for medical and evidence to cover the cost for Sexual Assault Response Team (SART) examinations**
8. Dispatch
  - Reclass \$87,000 from salary savings to other outside contracts for Westnet Alerting maintenance contract and Motorola annual maintenance contract
9. Fire Department
10. Public Works
  - Change one Laborer position to Facilities Laborer for an additional annual cost of \$9,854; this cost will be absorbed from salary savings (refer to Letter of Agreement, page 8)
11. Engineering
12. Building Department

**Capital Fund**  
**\$0 Increase in Revenue**  
**\$241,000 Increase in Expenditures**

**Revenue**

1. Other Financing Sources

**Expenditures**

1. Public Works
2. Garbage Equipment Reserve
3. Engineering Department
4. Police Department
5. Fire Department
6. IT Department
7. Road Maintenance
  - \$150,000 increase for D Street based on bid submissions
8. Property Repair & Replacement
  - (\$36,000) decrease for Lazelle Snow Storage site project; this project will be completed in 2020
  - Reclass \$20,028 from Fire Station 1 renovations to security cameras project for cameras at the fuel tank station and electrical services for power to impound lot and fuel island
  - \$127,000 increase to patch and paint City Hall building

**Letter of Agreement**  
**City of Fairbanks (Employer)**

**and**

**Fairbanks AFL-CIO Crafts Council (Union)**

**THE CITY (Employer) AND AFL-CIO Crafts Council (Union) HEREBY AGREE AS FOLLOWS:**

**The parties to this MOA have agreed to adopt the position of Facility Laborer to the current approved CBA. The position will be reflected as below to include the revised package rate.**

**The following language will be added to the current CBA:**

**Article 23**

The following language will be added:

**Section 23.5** The laborer assigned to work with the trade specialists to maintain buildings and facilities will be re-classified as a facility laborer with a new corresponding job description reflective of actual job functions, skills, abilities and minimum requirements and a new wage.

Package Rate	Health	Pension	PAC/CAF	Base Wage
48.00	6.40	12.61	0.20	28.79

**The above change will take effect November 1, 2019.**

**Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2019.**

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**(City of Fairbanks)**

\_\_\_\_\_

**(Union)**

**By:** \_\_\_\_\_

\_\_\_\_\_

**Title:** \_\_\_\_\_

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