

Introduced By: Mayor Jim Matherly  
Finance Committee Review: November 3 & 17, 2020  
Introduced: November 9, 2020

**ORDINANCE NO. 6143, AS AMENDED**

**AN ORDINANCE AMENDING THE 2020 OPERATING  
AND CAPITAL BUDGETS FOR THE THIRD TIME**

**WHEREAS**, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2020 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 2020 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, 2020 and ending December 31, 2020 (see pages 2 and 3) [amendments shown in **bold** font; deleted text or amounts in ~~font~~]:

## GENERAL FUND

REVENUE	COUNCIL APPROPRIATION	PROPOSED INCREASE (DECREASE)	AMENDED APPROPRIATION
Taxes, (all sources)	\$ 19,796,773	\$ 775,000	\$ 20,571,773
Charges for Services	5,373,092	235,000	5,608,092
Intergovernmental Revenues	808,400	708,000	1,516,400
Licenses & Permits	1,574,400	27,000	1,601,400
Fines, Forfeitures & Penalties	565,000	(65,000)	500,000
Interest & Penalties	315,500	(130,000)	185,500
Rental & Lease Income	150,562	-	150,562
Other Revenues	221,000	-	221,000
Other Financing Sources	4,672,235	<b>(375,000)</b>	4,297,235
Total revenue appropriation	<u>\$ 33,476,962</u>	<u>\$ 1,175,000</u>	<u>\$ 34,651,962</u>
<b>EXPENDITURES</b>			
Mayor Department	\$ 669,739	\$ 10,000	\$ 679,739
Legal Department	208,315	-	208,315
Office of the City Clerk	439,782	-	439,782
Finance Department	963,150	-	963,150
Information Technology	2,365,911	-	2,365,911
General Account	3,089,648	<b>995,250</b>	4,084,898
Police Department	7,427,596	<b>(500,000)</b>	6,927,596
Communications Center	2,503,727	<b>(300,000)</b>	2,203,727
Fire Department	6,866,054	110,000	6,976,054
Public Works Department	8,799,045	45,000	8,844,045
Engineering Department	830,452	50,000	880,452
Building Department	656,904	-	656,904
Total expenditure appropriation	<u>\$ 34,820,323</u>	<u>\$ 410,250</u>	<u>\$ 35,230,573</u>
Estimated general fund balance	\$ 10,578,167	\$ -	\$ 10,578,167
Prior year encumbrances	(413,258)	-	(413,258)
Increase (Decrease) to fund balance	(930,103)	764,750	(165,353)
2020 estimated unassigned balance	<u>\$ 9,234,806</u>	<u>\$ 764,750</u>	<u>\$ 9,999,556</u>

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

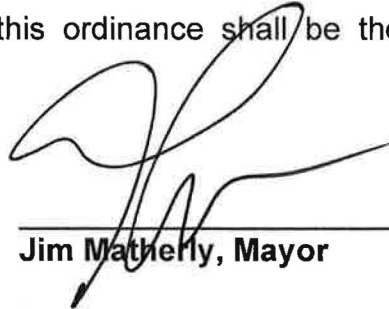
\$ 7,046,115

## CAPITAL FUND

<u>REVENUE</u>	COUNCIL APPROPRIATION	PROPOSED INCREASE (DECREASE)	AMENDED APPROPRIATION
Transfer from Permanent Fund	\$ 618,990	\$ -	\$ 618,990
Transfer from General Fund	-	<b>200,000</b>	200,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	249,710	-	249,710
Building	10,000	-	10,000
Police	180,000	-	180,000
Dispatch	140,000	-	140,000
Fire	240,000	-	240,000
IT	210,000	-	210,000
Property Repair & Replacement	145,000	-	145,000
Total revenue appropriation	<u>\$ 2,043,700</u>	<u>\$ 200,000</u>	<u>\$ 2,243,700</u>
 <u>EXPENDITURES</u>			
Public Works Department	\$ 1,255,225	\$ -	\$ 1,255,225
Garbage Equipment Reserve	726,302	-	726,302
Police Department	355,150	-	355,150
Communications Center	174,924	-	174,924
Fire Department	1,050,693	150,000	1,200,693
IT Department	172,170	-	172,170
Road Maintenance	837,921	(166,766)	671,155
Property Repair & Replacement	944,091	123,000	1,067,091
Total expenditure appropriation	<u>\$ 5,516,476</u>	<u>\$ 106,234</u>	<u>\$ 5,622,710</u>
Estimated capital fund balance	\$ 15,149,148	\$ -	\$ 15,149,148
Prior year encumbrances	(2,694,325)	-	(2,694,325)
Increase (Decrease) to fund balance	(778,451)	93,766	(684,685)
2020 estimated assigned fund balance	<u>\$ 11,676,372</u>	<u>\$ 93,766</u>	<u>\$ 11,770,138</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, 2020 and ending December 31, 2020.

**SECTION 3.** The effective date of this ordinance shall be the 23rd day of November 2020.



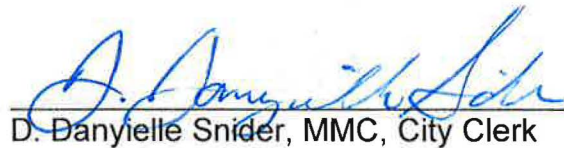
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**Jim Matherly, Mayor**

AYES: Gibson, Marney, Rogers, Kun, Therrien, Clark  
NAYS: None  
ABSENT: None  
ADOPTED: November 23, 2020

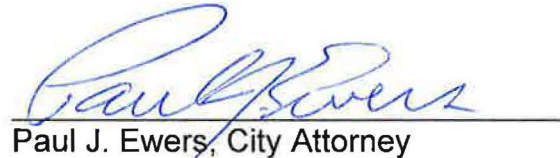
ATTEST:

APPROVED AS TO FORM:



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D. Danyielle Snider, MMC, City Clerk



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Paul J. Ewers, City Attorney

**FISCAL NOTE**  
ORDINANCE NO. 6143, AS AMENDED  
AMENDING THE 2020 OPERATING AND CAPITAL BUDGETS  
FOR THE THIRD TIME

**General Fund**  
**\$1,175,000 Increase in Revenue**  
**\$410,250 Increase in Expenditures**

**Revenue**

1. Taxes (all sources)
  - **\$350,000 increase for hotel/motel taxes**
  - \$300,000 increase for marijuana taxes
  - \$125,000 increase for gasoline taxes
2. Charges for Services
  - \$125,000 increase for dispatch services
  - \$20,000 increase for fire protection services
  - \$10,000 decrease for fire recovery grants
  - \$100,000 increase for engineer recovery grants
3. Intergovernmental Revenues
  - \$650,000 increase for PERS on behalf payment
  - \$58,000 increase for SART exam reimbursements
4. Licenses and Permits
  - \$22,000 increase for business license fees
  - \$25,000 decrease for fire code inspection
  - \$30,000 increase for right of way permits
5. Fines, Forfeitures, and Penalties
  - \$50,000 decrease for vehicle forfeitures
  - \$15,000 decrease for city forfeitures
6. Interest and Penalties
  - \$130,000 decrease for interest income
7. Other Financing Sources
  - \$35,000 increase for sale of assets

- \$210,000 transfer from general fund to parking garage (seismic repairs)
- **\$200,000 transfer from general fund to capital fund**

## Expenditures

1. Mayor Department
  - \$10,000 increase for personal/annual leave accrual
2. Legal Department
3. Office of the City Clerk
4. Finance Department
5. Information Technology
6. General Account
  - **271,250 increase for contributions to Explore Fairbanks**
  - \$44,000 increase for FMATS arbitration award
  - \$30,000 increase for abatement on Timberland Drive (actual cost \$46,933, using expenditure savings for the balance)
  - \$650,000 increase for PERS on behalf payment
7. Police Department
  - **\$500,000 decrease in salary and benefits due to vacant positions**
8. Communications Center
  - **\$300,000 decrease in salary and benefits due to vacant positions**
  - **Provide a bonus to FECC Dispatchers [\$5,000 for 11 full-time staff] from salary savings in the amount of \$55,000.**
9. Fire Department
  - \$100,000 increase for overtime salary and benefits
  - \$10,000 increase for new employee gear
10. Public Works Department
  - \$45,000 increase for temporary salary and benefits (actual cost \$205,000, using expenditure savings for the balance)
11. Engineering Department

- \$50,000 increase for salary and benefits (department completed more general fund projects than budgeted)

12. Building Department

- Request to hire temporary administration assistant until end of year using salary savings (position currently unfilled)

**Capital Fund**  
**\$200,000 Increase in Revenue**  
**\$273,000 Increase in Expenditures**

**Revenue**

1. Other Financing Sources
  - **\$200,000 transfer from general fund to capital fund**

**Expenditures**

1. Public Works Department
2. Garbage Equipment Reserve
3. Police Department
4. Communications Center
5. Fire Department
  - \$150,000 increase for gurneys
6. IT Department
7. Road Maintenance
  - \$166,766 decrease for preventive maintenance and decrease in committed funds for Wickersham Stage II project (no longer scheduled)
8. Property Repair and Replacement
  - \$40,000 increase for Lazelle snow storage site (lowest bid \$76,000)
  - \$53,000 increase for Police Department auto gates upgrade (lowest bid \$116,800 to upgrade all gates)
  - \$30,000 increase for City Log Cabin window upgrades (lowest bid \$29,300)