

Introduced By: Mayor Jim Matherly
Finance Committee Review: July 20, 2021
Introduced: July 26, 2021

ORDINANCE NO. 6174, AS AMENDED

**AN ORDINANCE AMENDING THE 2021 OPERATING
AND CAPITAL BUDGETS FOR THE THIRD TIME**

WHEREAS, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2021 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 ~~font~~]:

SECTION 1. There is hereby appropriated to the 2021 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, 2021 and ending December 31, 2021 (see pages 2 and 3):

GENERAL FUND

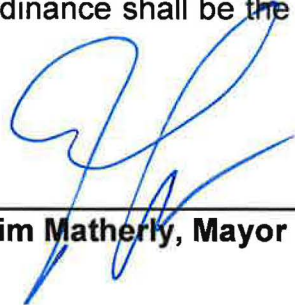
REVENUE	COUNCIL APPROPRIATION	INCREASE (DECREASE)	AMENDED APPROPRIATION
Taxes (all sources)	\$ 21,266,773	\$ 197,805	\$ 21,464,578
Charges for Services	5,566,800	(175,000)	5,391,800
Intergovernmental Revenues	1,646,150	396,000	2,042,150
Licenses and Permits	1,759,950	378,000	2,137,950
Fines and Forfeitures	486,500	(50,000)	436,500
Interest and Penalties	185,500	(55,000)	130,500
Rental and Lease Income	145,762	(9,000)	136,762
Other Revenues	221,000	(1,000)	220,000
Other Financing Sources	2,989,364	(500,000)	2,489,364
Total revenue appropriation	\$ 34,267,799	\$ 181,805	\$ 34,449,604
EXPENDITURES			
Mayor Department	\$ 695,554	\$ -	\$ 695,554
Legal Department	204,993	15,500	220,493
Office of the City Clerk	427,465	6,000	433,465
Finance Department	1,009,811	-	1,009,811
Information Technology	2,323,802	-	2,323,802
General Account	3,865,387	299,123	4,164,510
Police Department	7,410,915	-	7,410,915
Communications Center	2,572,479	-	2,572,479
Fire Department	7,453,687	-	7,453,687
Public Works Department	8,809,140	350,000	9,159,140
Engineering Department	826,268	100,000	926,268
Building Department	675,889	4,500	680,389
Total expenditure appropriation	\$ 36,275,390	\$ 775,123	\$ 37,050,513
Estimated general fund balance	\$ 13,297,941	\$ -	\$ 13,297,941
Prior year encumbrances	(518,563)	-	(518,563)
Transfers to other funds	(1,900,000)	(500,000)	(2,400,000)
Increase (Decrease) to fund balance	410,972	(93,318)	317,654
2021 estimated unassigned balance	\$ 11,290,350	\$ (593,318)	\$ 10,697,032
Minimum unassigned fund balance requirement is 20% of budgeted annual			\$ 7,410,103

CAPITAL FUND

<u>REVENUE</u>	COUNCIL APPROPRIATION	INCREASE (DECREASE)	AMENDED APPROPRIATION
Transfer from Permanent Fund	\$ 648,139	\$ -	\$ 648,139
Transfer from General Fund	1,500,000	500,000	2,000,000
Property Repair & Replacement	145,000	-	145,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	255,750	-	255,750
IT	70,000	-	70,000
Police	180,000	-	180,000
Communications Center	140,000	-	140,000
Fire	290,000	-	290,000
Building	10,000	-	10,000
Total revenue appropriation	<u>\$ 3,488,889</u>	<u>\$ 500,000</u>	<u>\$ 3,988,889</u>
 <u>EXPENDITURES</u>			
Property Repair & Replacement	\$ 2,156,055	\$ 100,000	\$ 2,256,055
Public Works Department	1,146,837	-	1,146,837
IT Department	240,305	-	240,305
Police Department	463,078	-	463,078
Fire Department	761,878	-	761,878
Road Maintenance	567,776	-	567,776
Total expenditure appropriation	<u>\$ 5,335,929</u>	<u>\$ 100,000</u>	<u>\$ 5,435,929</u>
Estimated capital fund balance	\$ 13,895,485	\$ -	\$ 13,895,485
Prior year encumbrances	(1,547,570)	-	(1,547,570)
Increase (Decrease) to fund balance	(299,470)	400,000	100,530
2021 estimated assigned fund balance	<u>\$ 12,048,445</u>	<u>\$ 400,000</u>	<u>\$ 12,448,445</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, 2021 and ending December 31, 2021.

SECTION 3. The effective date of this ordinance shall be the 9th day of August 2021.



Jim Matherly, Mayor

AYES: Therrien, Rogers, Gibson, Kun, Marney, Clark
NAYS: None
ABSENT: None
ADOPTED: August 9, 2021

ATTEST:

APPROVED AS TO FORM:



D. Danyielle Snider, MMC, City Clerk



Paul J. Ewers, City Attorney

FISCAL NOTE
ORDINANCE NO. 6174, AS AMENDED
AMENDING THE 2021 OPERATING AND CAPITAL BUDGETS
FOR THE THIRD TIME

GENERAL FUND
\$181,805 Increase in Revenue
\$775,123 Increase in Expenditures

Revenue

1. Taxes
 - \$197,805 increase to real property taxes
2. Charges for Services
 - (\$200,000) decrease to ambulance services
 - \$25,000 increase to engineering stormwater services
3. Intergovernmental Revenues
 - \$396,000 increase to State of Alaska PERS on behalf payments
4. License and Permits
 - \$100,000 increase to fire code inspections
 - \$2,000 increase to engineering plat zoning services
 - \$10,000 increase to right of way permits
 - \$264,000 increase to commercial building permits
 - \$2,000 increase to sign permits
5. Fines and Forfeitures
 - (\$50,000) decrease to moving traffic violations
6. Interest and Penalties
 - (\$75,000) decrease to interest income
 - \$20,000 increase to sales tax interest and penalties
7. Rental and Lease Income
 - (\$9,000) decrease for Sprint lease
8. Other Revenues
 - (\$1,000) decrease to special assessment principal

9. Other Financing Sources

- **(\$500,000) transfer to the capital fund**

Expenditures

1. Mayor Department

2. Legal Department

- \$500 increase to office supplies
- \$15,000 increase to court costs for legal costs

3. City Clerk's Office

- \$6,000 increase to salaries and benefits to retain the deputy city clerk

4. Finance Department

- \$84,000 increase to salaries and benefits to hire two temporary full-time accounting specialists in preparation of staff retirements
- (\$84,000) decrease to other outside contracts

5. Information Technology

6. General Account

- \$396,000 increase to State of Alaska PERS on behalf payments
- (\$96,877) decrease for encumbrance carryover

7. Police Department

8. Communications Center

9. Fire Department

- ~~\$20,000 increase to salaries and benefits to hire an assistant fire chief~~

10. Public Works Department

- **\$350,000 increase to salaries and benefits for temporary workers in preparation for snow removal**

11. Engineering Department

- \$100,000 increase to salaries and benefits for managing general city projects

12. Building Department

- \$4,500 increase to salaries and benefits to hire a plans examiner

CAPITAL FUND
\$500,000 Increase in Revenue
\$100,000 Increase in Expenditures

Revenue

1. Other Financing Sources
 - **\$500,000 transfer from the general fund**

Expenditures

1. Property Repair & Replacement
2. Public Works
 - \$100,000 increase to replace the mechanic bay overhead crane
3. Garbage Equipment Reserve
4. IT Department
5. Police Department
6. Communications Center
7. Fire Department
8. Road Maintenance