

Introduced By: Mayor Matherly
Finance Committee Meeting: February 22, 2022
Introduced: February 28, 2022

ORDINANCE NO. 6199, AS AMENDED

**AN ORDINANCE AMENDING THE 2022 OPERATING
AND CAPITAL BUDGETS FOR THE FIRST TIME**

WHEREAS, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2022 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 2022 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, 2022 and ending December 31, 2022 (see pages 2 and 3):

GENERAL FUND

| REVENUE | MAYOR PROPOSED BUDGET | REVIEW PERIOD INCREASE (DECREASE) | PROPOSED COUNCIL APPROPRIATION |
|--|-----------------------------|--|--------------------------------------|
| Taxes (all sources) | \$ 23,164,992 | \$ - | \$ 23,164,992 |
| Charges for Services | 5,507,910 | - | 5,507,910 |
| Intergovernmental Revenues | 1,874,078 | - | 1,874,078 |
| Licenses and Permits | 1,712,850 | - | 1,712,850 |
| Fines and Forfeitures | 426,500 | - | 426,500 |
| Interest and Penalties | 140,000 | - | 140,000 |
| Rental and Lease Income | 136,762 | - | 136,762 |
| Other Revenues | 220,000 | - | 220,000 |
| Other Financing Sources | 5,213,760 | (2,000,000) | 3,213,760 |
| Total revenue appropriation | \$ 38,396,852 | \$ (2,000,000) | \$ 36,396,852 |
| EXPENDITURES | | | |
| Mayor Department | \$ 702,040 | \$ 14,750 | \$ 716,790 |
| Legal Department | 222,230 | 2,200 | 224,430 |
| Office of the City Clerk | 442,595 | 2,490 | 445,085 |
| Finance Department | 931,290 | 5,810 | 937,100 |
| Information Technology | 2,417,715 | - | 2,417,715 |
| General Account | 4,695,500 | 38,281 | 4,733,781 |
| Police Department | 7,482,985 | 300,117 | 7,783,102 |
| Communications Center | 2,536,100 | 138,470 | 2,674,570 |
| Fire Department | 7,703,458 | 43,810 | 7,747,268 |
| Public Works Department | 8,935,614 | 442,177 | 9,377,791 |
| Engineering Department | 907,320 | 8,440 | 915,760 |
| Building Department | 710,240 | 4,190 | 714,430 |
| Total expenditure appropriation | \$ 37,687,087 | \$ 1,000,735 | \$ 38,687,822 |
| Estimated general fund balance | \$ 11,260,532 | \$ 3,214,644 | \$ 14,475,176 |
| Prior year encumbrances | - | (272,775) | (272,775) |
| Transfers to other funds | - | (2,000,000) | (2,000,000) |
| Increase (Decrease) to fund balance | 709,765 | (727,960) | (18,195) |
| 2022 estimated unassigned balance | \$ 11,970,297 | \$ 213,909 | \$ 12,184,206 |

Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$10,000,000.

\$ 7,737,564

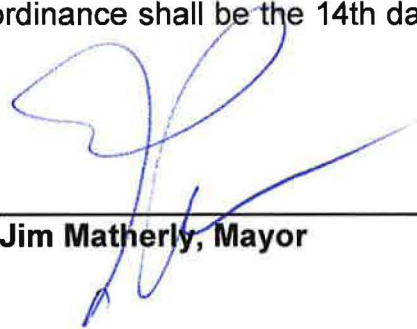
CAPITAL FUND

| REVENUE | MAYOR PROPOSED BUDGET | REVIEW PERIOD INCREASE (DECREASE) | PROPOSED COUNCIL APPROPRIATION |
|---|-----------------------------|--|--------------------------------------|
| Transfer from Permanent Fund | \$ 689,313 | \$ - | \$ 689,313 |
| Transfer from General Fund | - | 2,000,000 | 2,000,000 |
| Property Repair & Replacement | 145,000 | - | 145,000 |
| Public Works | 250,000 | - | 250,000 |
| Garbage Equipment Reserve | 260,743 | - | 260,743 |
| IT | 50,000 | - | 50,000 |
| Police | 180,000 | - | 180,000 |
| Communications Center | 140,000 | - | 140,000 |
| Fire | 140,000 | - | 140,000 |
| Building | 10,000 | - | 10,000 |
| Total revenue appropriation | <u>\$ 1,865,056</u> | <u>\$ 2,000,000</u> | <u>\$ 3,865,056</u> |
| EXPENDITURES | | | |
| Property Repair & Replacement | \$ 480,000 | \$ 1,536,058 | \$ 2,016,058 |
| Public Works Department | 415,000 | 132,261 | 547,261 |
| Garbage Equipment Reserve | 800,000 | - | 800,000 |
| IT Department | 192,304 | 33,147 | 225,451 |
| Police Department | 205,709 | 232,322 | 438,031 |
| Communications Center | 56,960 | - | 56,960 |
| Fire Department | - | 50,000 | 50,000 |
| Road Maintenance | 473,576 | 108,543 | 582,119 |
| Total expenditure appropriation | <u>\$ 2,623,549</u> | <u>\$ 2,092,331</u> | <u>\$ 4,715,880</u> |
| Estimated capital fund unassigned balance | \$ 5,614,826 | \$ 1,383,658 | \$ 6,998,484 |
| Estimated capital fund assigned balance | 6,433,919 | 990,600 | 7,424,519 |
| Prior year encumbrances | - | (448,686) | (448,686) |
| Increase (Decrease) to fund balance | (758,493) | 356,355 | (402,138) |
| 2022 estimated fund balance | <u>\$ 11,290,252</u> | <u>\$ 2,281,927</u> | <u>\$ 13,572,179</u> |

SECTION 2. This ordinance also appropriates the use of emergency snow removal funds in the amount of \$250,000 as designated by the Mayor.

SECTION 3. 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, 2022 and ending December 31, 2022.

SECTION 4. The effective date of this ordinance shall be the 14th day of March 2022.

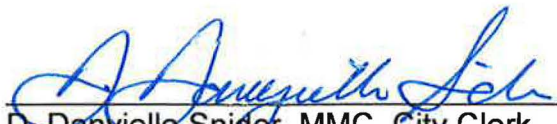


Jim Matherly, Mayor

AYES: Clark, Cleworth, Gibson, Marney, Rogers, Therrien
NAYS: None
ABSENT: Matherly
ADOPTED: March 14, 2022

ATTEST:

APPROVED AS TO FORM:



D. Danyielle Snider, MMC, City Clerk



Paul J. Ewers, City Attorney

FISCAL NOTE
ORDINANCE NO. 6199, AS AMENDED
AMENDING THE 2022 OPERATING AND CAPITAL BUDGETS
FOR THE FIRST TIME

GENERAL FUND
\$2,000,000 Decrease in Revenue
\$1,000,735 Increase in Expenditures

Revenue

1. Tax Revenue
2. Charges for Services
3. Intergovernmental Revenues
4. License and Permits
5. Other Revenue
6. Other Financing Sources
 - (\$2,000,000) transfer to the capital fund

Expenditures

1. Mayor & Council
 - \$10,000 increase in annual leave accrual
 - \$800 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)
 - **\$3,950 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care for FGC employees (Mayor increase of health care benefits will be effective April 1, 2023)**
2. City Attorney's Office
 - \$810 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)
 - **\$1,390 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care for FGC employees**

3. City Clerk's Office

- \$1,590 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)
- **\$900 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care for FGC employee**

4. Finance Department

- \$5,810 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)

5. Information Technology

6. General Account

- \$23,281 increase for encumbrance carryforward
- \$15,000 increase for OSHA compliance repairs

7. Police Department

- \$38,207 increase for encumbrance carryforward
- \$600 increase in benefits for health care (Ordinance 6148 IBEW)
- \$261,310 increase in salaries and benefits (Ordinance 6198 PSEA)

8. Dispatch

- \$880 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)
- \$137,590 increase in salaries and benefits (Ordinance 6198 PSEA)

9. Fire Department

- \$1,810 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)
- \$15,000 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% (Ordinance 6185 FFU)
- **\$27,000 increase in salaries and benefits to change one permanent full-time firefighter to a permanent full-time captain for training, department anticipates overtime savings of \$23,500**

10. Public Works

- \$211,287 increase for encumbrance carryforward
- \$890 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)
- \$200,000 increase in salaries and benefits for temporary workers
- \$30,000 increase in other rental to cover costs for the remainder of the year

11. Engineering

- \$8,440 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)

12. Building Department

- \$4,190 increase in salaries and benefits for CPI of 1.7% versus budget of 1.5% and additional cost for health care (Ordinance 6148 IBEW)

CAPITAL FUND
\$2,000,000 Increase in Revenue
\$2,092,331 Increase in Expenditures

Revenue

1. Other Financing Sources
 - \$2,000,000 transfer from general fund to capital fund

Expenditures

1. Property Repair & Replacement
 - \$152,413 increase for encumbrance carryforward
 - \$999,645 increase for city hall steam replacement project (reappropriation)
 - \$329,000 increase for Police Station 2nd Floor balcony expansion (reappropriation)
 - \$40,000 increase for roof repairs (reappropriation)
 - \$15,000 increase for golden heart plaza (reappropriation)
2. Public Works
 - \$132,261 increase for encumbrance carryforward
3. Garbage Equipment Reserve
4. IT Department
 - \$33,147 increase for encumbrance carryforward
5. Police Department
 - \$22,322 increase for encumbrance carryforward
 - \$210,000 increase for police vehicles (\$100,000 reappropriation)
6. Communications Center
7. Fire Department
 - \$50,000 increase for pumper equipment
8. Road Maintenance
 - \$108,543 increase for encumbrance carryforward