

Introduced By: Mayor David Pruhs
Finance Committee Meeting: May 11, 2023
Introduced: May 22, 2023

ORDINANCE NO. 6245, AS AMENDED

**AN ORDINANCE AMENDING THE 2023 OPERATING
AND CAPITAL BUDGETS FOR THE SECOND TIME**

WHEREAS, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2023 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 ~~strikethrough~~ font]:

SECTION 1. There is hereby appropriated to the 2023 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, 2023 and ending December 31, 2023 (see pages 2 and 3):

GENERAL FUND

REVENUE	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Taxes (all sources)	\$ 26,849,410	\$ -	\$ 26,849,410
Charges for Services	5,875,618	300,000	6,175,618
Intergovernmental Revenues	3,204,080	50,000	3,254,080
Licenses and Permits	2,006,050	100,000	2,106,050
Fines and Forfeitures	526,000	-	526,000
Interest and Penalties	365,000	-	365,000
Rental and Lease Income	148,618	-	148,618
Other Revenues	220,000	750,000	970,000
Other Financing Sources	2,084,496	21,971	2,106,467
Total revenue appropriation	<u>\$ 41,279,272</u>	<u>\$ 1,221,971</u>	<u>\$ 42,501,243</u>
EXPENDITURES			
Mayor Department	\$ 758,020	\$ 15,000	\$ 773,020
Legal Department	243,300	-	243,300
Office of the City Clerk	477,255	-	477,255
Finance Department	979,990	-	979,990
Information Technology	2,656,612	27,000	2,683,612
General Account	6,762,525	122,000	6,884,525
Police Department	8,230,366	-	8,230,366
Communications Center	3,410,296	-	3,410,296
Fire Department	8,647,754	66,900	8,714,654
Public Works Department	9,982,003	295,000	10,277,003
Engineering Department	954,350	90,000	1,044,350
Building Department	725,620	-	725,620
Total expenditure appropriation	<u>\$ 43,828,091</u>	<u>\$ 615,900</u>	<u>\$ 44,443,991</u>
2022 unassigned fund balance	\$ 17,521,835	\$ -	\$ 17,521,835
Prior year encumbrances	(229,747)	-	(229,747)
Transfers to other funds	(3,000,000)	-	(3,000,000)
Other changes to the budget	680,928	606,071	1,286,999
2023 estimated unassigned balance	<u>\$ 14,973,016</u>	<u>\$ 606,071</u>	<u>\$ 15,579,087</u>
Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$10,000,000.			<u>\$ 8,888,798</u>


CAPITAL FUND

<u>REVENUE</u>	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Transfer from Permanent Fund	\$ 682,937	\$ 2,746	\$ 685,683
Transfer from General Fund	3,000,000	-	3,000,000
Property Repair & Replacement	145,000	-	145,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	279,000	-	279,000
IT	65,000	-	65,000
Police	210,000	-	210,000
Communications Center	140,000	-	140,000
Fire	290,000	-	290,000
Building	10,000	-	10,000
Total revenue appropriation	<u>\$ 5,071,937</u>	<u>\$ 2,746</u>	<u>\$ 5,074,683</u>
 <u>EXPENDITURES</u>			
Property Repair & Replacement	\$ 1,450,721	\$ 3,204,000	\$ 4,654,721
Public Works Department	1,705,099	-	1,705,099
Garbage Equipment Reserve	593,659	-	593,659
IT Department	111,920	60,000	171,920
Police Department	584,844	-	584,844
Fire Department	1,109,611	15,000	1,124,611
Road Maintenance	1,455,169	-	1,455,169
Total expenditure appropriation	<u>\$ 7,011,023</u>	<u>\$ 3,279,000</u>	<u>\$ 10,290,023</u>
Estimated capital fund unassigned balance	\$ 7,852,597	\$ (451,254)	\$ 7,401,343
Estimated capital fund assigned balance	6,961,080	(2,825,000)	4,136,080
2023 estimated fund balance	<u>\$ 14,813,677</u>	<u>\$ (3,276,254)</u>	<u>\$ 11,537,423</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, 2023 and ending December 31, 2023.

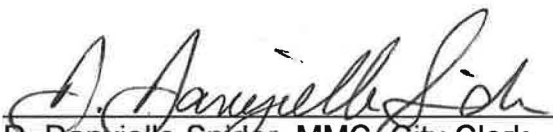
SECTION 4. The effective date of this ordinance shall be five days after adoption.



David Pruhs, Mayor

AYES: Ringstad, Rogers, Marney, Sprinkle, Cleworth, Tidwell
NAYS: None
ABSENT: None
ADOPTED: June 12, 2023

ATTEST:



D. Danyielle Snider, MMC, City Clerk

APPROVED AS TO FORM:



Thomas A. Chard II, City Attorney

FISCAL NOTE
ORDINANCE NO. 6245, AS AMENDED
AMENDING THE 2023 OPERATING AND CAPITAL BUDGETS
FOR THE SECOND TIME

GENERAL FUND
\$1,221,971 Increase in Revenue
\$615,900 Increase in Expenditures

Revenue

1. Tax Revenue
2. Charges for Services
 - \$300,000 increase to ambulance services
3. Intergovernmental Revenues
 - \$50,000 increase to SART reimbursement
4. License and Permits
 - \$100,000 increase to business license
5. Other Revenue
 - \$750,000 increase to interest on deposits
6. Other Financing Sources
 - \$21,971 increase to transfer from permanent fund

Expenditures

1. Mayor's Office
 - \$15,000 to travel for training (airline miles are almost depleted)
2. City Attorney's Office
 - Change to salary and benefits for a summer intern position (cost \$15,000 from salary savings)
 - Change to salary and benefits for legal secretary from IBEW level C to level D (annual increase of \$3,690)
3. City Clerk's Office
4. Finance Department

5. Information Technology

- \$27,000 increase to other outside contracts for finance department audit software

6. General Account

- \$50,000 increase to barricade special events (new line item)
- \$12,000 increase to other outside contracts for indigent criminal defense contract
- \$3,000 increase to contingency for Polaris Building incidental costs
- \$57,000 increase to emergency service patrol program for increase in hourly rate (\$20,000) and reduction in contributions (\$37,000)

7. Police Department

8. Communications Center

9. Fire Department

- \$20,000 increase to salaries and benefits for two months overlap for a temporary firefighter to cover for an employee that will be on military leave for seven months; temporary position will end when employee returns from military leave
- **\$20,000 increase to salaries and benefits to train a temporary firefighter who will replacing an employee that is resigning in August**
- \$8,500 increase to salaries and benefits for an additional (temporary) captain position in lieu of a Deputy Fire Marshal
- \$28,000 increase to operating supplies for the new SUVs to include three radios (\$18,000) and two storage cabinets (\$10,000)
- (\$9,600) decrease to operating supplies for ultrasound equipment; equipment will be capitalized

10. Public Works

- \$5,000 increase to training for nine public works staff to earn the traffic control technician certification and two public works staff to be certified as traffic control supervisors
- \$250,000 increase to fuel, oil, and grease

- \$40,000 increase to non-capital equipment to purchase traffic control devices to maintain inventory needed for special events, road paving, pothole patching, brushing, and stormwater drainage system maintenance, and other projects

11. Engineering

- \$60,000 increase to salaries and benefits to cover overages due to city projects
- \$30,000 increase to outside contracts for stormwater drain repairs

12. Building Department

CAPITAL FUND
\$2,746 Increase in Revenue
\$3,279,000 Increase in Expenditures

Revenue

1. Other Financing Sources
 - \$2,746 increase to transfer from permanent fund

Expenditures

1. Property Repair & Replacement
 - \$2,750,000 increase for city hall steam heat system project
 - \$250,000 increase for city hall childcare renovation project
 - \$60,000 increase for Polaris Building construction administration
 - \$144,000 increase for police station expansion design (reappropriation)
2. Public Works
3. Garbage Equipment Reserve
4. IT Department
 - \$30,000 increase for network equipment (reappropriation)
 - \$30,000 increase for Police/FECC battery system
5. Police Department
6. Communications Center
7. Fire Department
 - \$15,000 increase for ultrasound equipment
8. Road Maintenance