

Introduced By: Mayor David Pruhs
Introduced: August 14, 2023

ORDINANCE NO. 6259, AS AMENDED

**AN ORDINANCE AMENDING THE 2023 OPERATING
AND CAPITAL BUDGETS FOR THE THIRD 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 ~~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

<u>REVENUE</u>	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Taxes (all sources)	\$ 26,849,410	\$ (124,200)	\$ 26,725,210
Charges for Services	6,175,618	-	6,175,618
Intergovernmental Revenues	3,254,080	-	3,254,080
Licenses and Permits	2,106,050	100,000	2,206,050
Fines and Forfeitures	526,000	-	526,000
Interest and Penalties	1,115,000	650,000	1,765,000
Rental and Lease Income	148,618	3,200	151,818
Other Revenues	220,000	-	220,000
Other Financing Sources	2,106,467	(500,000)	1,606,467
Total revenue appropriation	<u>\$ 42,501,243</u>	<u>\$ 129,000</u>	<u>\$ 42,630,243</u>
 <u>EXPENDITURES</u>			
Mayor Department	\$ 773,020	\$ -	\$ 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	2,683,612	-	2,683,612
General Account	6,884,525	60,000	6,944,525
Police Department	8,230,366	92,790	8,323,156
Communications Center	3,410,296	-	3,410,296
Fire Department	8,714,654	55,750	8,770,404
Public Works Department	10,277,003	367,400	10,644,403
Engineering Department	1,044,350	-	1,044,350
Building Department	725,620	-	725,620
Total expenditure appropriation	<u>\$ 44,443,991</u>	<u>\$ 575,940</u>	<u>\$ 45,019,931</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)	(500,000)	(3,500,000)
Other changes to the budget	1,286,999	53,060	1,340,059
2023 estimated unassigned balance	<u>\$ 15,579,087</u>	<u>\$ (446,940)</u>	<u>\$ 15,132,147</u>
Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$10,000,000.			<u>\$ 9,003,986</u>

CAPITAL FUND

REVENUE	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Transfer from Permanent Fund	\$ 685,683	\$ -	\$ 685,683
Transfer from General Fund	3,000,000	250,000	3,250,000
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>\$ 5,074,683</u>	<u>\$ 250,000</u>	<u>\$ 5,324,683</u>
EXPENDITURES			
Property Repair & Replacement	\$ 4,654,721	\$ 856,000	\$ 5,510,721
Public Works Department	1,705,099	-	1,705,099
Garbage Equipment Reserve	593,659	-	593,659
IT Department	171,920	55,000	226,920
Police Department	584,844	-	584,844
Fire Department	1,124,611	-	1,124,611
Road Maintenance	1,455,169	-	1,455,169
Total expenditure appropriation	<u>\$ 10,290,023</u>	<u>\$ 911,000</u>	<u>\$ 11,201,023</u>
Estimated capital fund unassigned balance	\$ 7,401,343	\$ (606,000)	\$ 6,795,343
Estimated capital fund assigned balance	4,136,080	(55,000)	4,081,080
2023 estimated fund balance	<u>\$ 11,537,423</u>	<u>\$ (661,000)</u>	<u>\$ 10,876,423</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 the 28th day of August 2023.



David Pruhs, Mayor

AYES: Ringstad, Rogers, Marney, Cleworth, Tidwell
NAYS: Sprinkle
ABSENT: Pruhs
ADOPTED: August 28, 2023

ATTEST:

APPROVED AS TO FORM:



Colt Chase, Deputy City Clerk

For: D. Danyielle Snider, MMC, City Clerk



Thomas A. Chard II, City Attorney

FISCAL NOTE
ORDINANCE NO. 6259, AS AMENDED
AMENDING THE 2023 OPERATING AND CAPITAL BUDGETS
FOR THE THIRD TIME

GENERAL FUND
\$129,000 Increase in Revenue
\$575,940 Increase in Expenditures

Revenue

1. Tax Revenue
 - (\$124,200) decrease to real property taxes
2. Charges for Services
3. Intergovernmental Revenues
4. License and Permits
 - \$100,000 increase to commercial permits
5. Interest and Penalties
 - \$650,000 increase to interest on deposits
6. Rental and Lease Income
 - \$3,200 increase to rent log cabin
7. Other Financing Sources
 - ~~(\$500,000)~~ (\$250,000) transfer to permanent fund
 - (\$250,000) transfer to capital fund

Expenditures

1. Mayor's Office
2. City Attorney's Office
3. City Clerk's Office
4. Finance Department
5. Information Technology
6. General Account
 - \$10,000 increase to water and sewer

- \$50,000 increase to heating fuel

7. Police Department

- \$65,490 increase to salaries and benefits for commissioned officer pay increases, reduction in five police officer positions and two public safety assistant positions, and increase for supplemental retirement life insurance plan (Ordinances 6253 and 6255)
- ~~\$54,600~~ **\$27,300** increase to salaries and benefits for ~~one full-time permanent and one full-time temporary~~ Clerk positions (~~annual cost \$81,790~~)

8. Communications Center

9. Fire Department

- \$82,000 increase to salaries and benefits for an additional battalion chief position (Ordinance 6246)
- (\$26,250) decrease to overtime for an additional battalion chief position (Ordinance 6246)

10. Public Works

- **\$350,000 increase to temporary salaries and benefits for snow removal and double garbage days**
- \$17,400 increase to garbage collection due to tipping fees increases from \$127 to \$137 per pound

11. Engineering

12. Building Department

CAPITAL FUND
\$250,000 Increase in Revenue
\$911,000 Increase in Expenditures

Revenue

1. Other Financing Sources
 - **\$250,000 transfer from General Fund**

Expenditures

1. Property Repair & Replacement
 - \$50,000 increase for city hall windows replacement project
 - \$41,000 increase for impound lot lighting upgrade project
 - \$30,000 increase for public works garage door upgrade
 - **\$60,000 increase for Polaris building environmental review**
 - **\$250,000 increase for childcare renovation project**
 - \$425,000 increase for city hall roof replacement project
2. Public Works
 - Replace tire balancer with savings from other projects (cost \$27,000)
3. Garbage Equipment Reserve
4. IT Department
 - **\$1055,000** increase for Police/FECC battery system replacement
5. Police Department
6. Communications Center
7. Fire Department
8. Road Maintenance