

Introduced By: Mayor David Pruhs  
Introduced: February 12, 2024

**ORDINANCE NO. 6275, AS AMENDED**

**AN ORDINANCE AMENDING THE 2024 OPERATING  
AND CAPITAL BUDGETS FOR THE FIRST TIME**

**WHEREAS**, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2024 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 2024 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, 2024 and ending December 31, 2024 (see pages 2 and 3):

# GENERAL FUND

REVENUE	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Taxes (all sources)	\$ 27,755,026	\$ -	\$ 27,755,026
Charges for Services	6,809,500	-	6,809,500
Intergovernmental Revenues	2,920,580	-	2,920,580
Licenses and Permits	2,202,760	-	2,202,760
Fines and Forfeitures	551,000	-	551,000
Interest and Penalties	1,665,000	-	1,665,000
Rental and Lease Income	138,559	-	138,559
Other Revenues	225,000	-	225,000
Other Financing Sources	5,265,138	<b>(5,500,000)</b>	<b>(234,862)</b>
Total revenue appropriation	<u>\$ 47,532,563</u>	<u>\$ (5,500,000)</u>	<u>\$ 42,032,563</u>
<b>EXPENDITURES</b>			
Mayor Department	\$ 780,030	\$ -	\$ 780,030
Legal Department	247,350	-	247,350
Office of the City Clerk	613,905	-	613,905
Finance Department	1,041,900	-	1,041,900
Information Technology	2,615,117	65,760	2,680,877
General Account <sup>1</sup>	6,835,000	110,000	6,945,000
Police Department	8,515,530	6,389	8,521,919
Communications Center	3,523,770	-	3,523,770
Fire Department	9,834,320	18,512	9,852,832
Public Works Department	10,164,325	15,300	10,179,625
Engineering Department	1,130,170	-	1,130,170
Building Department	791,590	-	791,590
Total expenditure appropriation	<u>\$ 46,093,007</u>	<u>\$ 215,961</u>	<u>\$ 46,308,968</u>
2023 <b>estimated</b> unassigned fund balance	<b>\$ 19,515,370</b>	<b>\$ -</b>	<b>\$ 19,515,370</b>
Prior year encumbrances	-	(155,961)	(155,961)
Transfers to other funds	-	(5,500,000)	(5,500,000)
Other changes to the budget	1,439,556	(60,000)	1,379,556
2024 estimated unassigned fund balance	<u>\$ 20,954,926</u>	<u>\$ (5,715,961)</u>	<u>\$ 15,238,965</u>

Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$10,000,000. 20% of budgeted annual expenditures is \$ 9,261,794

## CAPITAL FUND

REVENUE	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Transfer from Permanent Fund	\$ 709,992	\$ -	\$ 709,992
Transfer from General Fund	-	<b>5,500,000</b>	5,500,000
Property Repair & Replacement	145,000	-	145,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	304,800	-	304,800
IT	25,000	-	25,000
Police	210,000	-	210,000
Communications Center	140,000	-	140,000
Fire	700,000	-	700,000
Building	10,000	-	10,000
Total revenue appropriation	<u>\$ 2,494,792</u>	<u>\$ 5,500,000</u>	<u>\$ 7,994,792</u>
<b>EXPENDITURES</b>			
Property Repair & Replacement <sup>2</sup>	\$ 1,060,000	\$ 4,752,454	\$ 5,812,454
Public Works Department <sup>3</sup>	1,269,000	1,065,904	2,334,904
Garbage Equipment Reserve	848,000	5,000	853,000
IT Department	100,000	70,962	170,962
Police Department	210,000	653,716	863,716
Communications Center	1,316,960	-	1,316,960
Fire Department	900,000	600,942	1,500,942
Road Maintenance <sup>4</sup>	1,189,100	785,918	1,975,018
Total expenditure appropriation	<u>\$ 6,893,060</u>	<u>\$ 7,934,896</u>	<u>\$ 14,827,956</u>
2023 <b>estimated</b> fund balance	\$ 19,016,314	\$ -	\$ 19,016,314
Prior year encumbrances	-	(3,214,790)	(3,214,790)
Prior year reappropriations	-	(4,580,106)	(4,580,106)
Transfers from other funds	-	5,500,000	5,500,000
Other changes to the budget	(4,398,268)	(140,000)	(4,538,268)
2024 estimated fund balance	<u>\$ 14,618,046</u>	<u>\$ (2,434,896)</u>	<u>\$ 12,183,150</u>
Estimated unassigned capital fund balance for projects			<u><u>\$ 9,339,678</u></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, 2024 and ending December 31, 2024.

**SECTION 4.** The effective date of this ordinance shall be the 26th day of February 2024.



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David Pruhs, Mayor

AYES: Cleworth, Marney, Ringstad, Rogers, Sprinkle, Tidwell  
NAYS: None  
ABSENT: None  
APPROVED: February 26, 2024

ATTEST:

APPROVED AS TO FORM:



for \_\_\_\_\_  
D. Danyielle Snider, MMC, City Clerk  
Colt Chase, Deputy City Clerk



\_\_\_\_\_  
Thomas A. Chard II, City Attorney

**FISCAL NOTE**  
**ORDINANCE NO. 6275**  
**AMENDING THE 2024 OPERATING AND CAPITAL BUDGETS**  
**FOR THE FIRST TIME**

**GENERAL FUND**  
**(\$5,500,000) Decrease in Revenue**  
**\$215,961 Increase in Expenditures**

**Revenue (total -\$5,500,000)**

1. Tax Revenue
2. Charges for Services
3. Intergovernmental Revenues
4. License and Permits
5. Other Revenue
6. Other Financing Sources
  - **(\$5,500,000) transfer to the capital fund**

**Encumbrance Carryforward for Open Purchase Orders (total \$155,961)**

1. Information Technology
  - \$65,760 increase for encumbrance carryforward
2. General Account <sup>1</sup>
  - \$50,000 increase for encumbrance carryforward
3. Police Department
  - \$6,389 increase for encumbrance carryforward
4. Fire Department
  - \$18,512 increase for encumbrance carryforward
5. Public Works
  - \$15,300 increase for encumbrance carryforward

**Other Expenditures (total \$60,000)**

1. General Account <sup>1</sup>

- \$50,000 increase to trainees (Fire Department will hire three trainees from March to May in preparation of filling vacant positions, cost \$71,250)
- \$10,000 increase to distributions for Clay Street Cemetery
- Add wellness program to the medical line

**CAPITAL FUND**

**\$5,500,000 Increase in Revenue**

**\$7,934,896 Increase in Expenditures**

**Revenue (total \$5,500,000)**

1. Other Financing Sources

- **\$5,500,000 transfer from general fund**

**Encumbrance Carryforward for Open Purchase Orders (total \$3,214,790)**

1. Property Repair & Replacement <sup>2</sup>

- \$953,589 increase for encumbrance carryforward

2. Public Works <sup>3</sup>

- \$920,904 increase for encumbrance carryforward

3. IT Department

- \$70,962 increase for encumbrance carryforward

4. Police Department

- \$653,716 increase for encumbrance carryforward

5. Fire Department

- \$600,942 increase for encumbrance carryforward

6. Road Maintenance <sup>4</sup>

- \$14,677 increase for encumbrance carryforward

**Reappropriation for Prior Year Projects (total \$4,580,106)**

1. Property Repair & Replacement <sup>2</sup>

- \$2,999,645 increase for city hall steam replacement project (reappropriation, original budget \$3,000,000)
- \$455,000 increase for childcare project (reappropriation, original budget \$500,000)
- \$200,405 increase for city hall security project (reappropriation, original budget \$250,000)
- \$16,600 increase for polaris building project (reappropriation, original budget \$160,000)
- \$22,215 increase for city hall windows project (reappropriation, original budget \$50,000)

2. Public Works <sup>3</sup>

- \$115,000 increase for three pickup trucks (reappropriation, original budget \$115,000)

3. Road Maintenance <sup>4</sup>

- \$101,754 increase for 5<sup>th</sup> Avenue construction match (reappropriation, original budget \$478,487)
- \$669,487 increase for Minnie Street construction match (reappropriation, original budget \$669,487)

**Other Expenditures (total \$140,000)**

1. Property Repair & Replacement <sup>2</sup>

- \$55,000 increase for police building heat exchanger replacement
- \$50,000 increase for polaris building redevelopment assessment

2. Public Works <sup>3</sup>

- \$30,000 increase for street sweeper

3. Garbage Equipment Reserve

- \$5,000 increase for refuse trucks