



FAIRBANKS CITY COUNCIL
REGULAR WORK SESSION AGENDA
TUESDAY, JUNE 16, 2026 AT 8 A.M.
MEETING WILL BE HELD VIA [ZOOM WEBINAR](#)
AND AT FAIRBANKS CITY COUNCIL CHAMBERS
800 CUSHMAN STREET, FAIRBANKS, ALASKA



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1. Roll Call
 2. Ordinance No. 6349 – An Ordinance Transferring Land to the State of Alaska and Creating a Temporary Easement for the Steese/Johansen Interchange Project. Sponsored by Mayor O’Neill. [advanced to June 22]
 3. Ordinance No. 6350 – An Ordinance Enacting Fairbanks General Code Chapter 70, Article II, Section 70-63, Requiring a Request for Proposals and Certain Procedures to Aid in the Solicitation and Selection of Long-Term Lessees of City-Owned Property. Sponsored by Councilmembers Cleworth, Marney, Sprinkle, Therrien, and Ringstad. [advanced to June 22]
 4. A Resolution Awarding a Contract to Chalmers Ford, Inc. to Provide Three Police Vehicles in the Amount of \$266,840.19. [O’Neill, not introduced]
 5. An Ordinance Amending the 2026 Operating and Capital Budgets for the Second Time. [O’Neill, not introduced]
 6. An Ordinance Amending Fairbanks General Code Chapter 66 to Establish a Garbage Collection Discount for Residents Who Receive Federal Supplemental Security Income (SSI) and Amending the City Schedule of Fees and Charges for Services. [Therrien, not introduced]
 7. Discussion on Parking Prohibited Over 24 Hours
 8. Discussion on City Hall Murals
 9. Discussion on E-Moto Bikes Regulation
 10. Finance Committee Report
 11. Mayor and Councilmember Comments
 12. Next Regular Work Session – Tuesday, July 7, 2026, 8:00 a.m.
 13. Adjournment

ORDINANCE NO. 6349

**AN ORDINANCE TRANSFERRING LAND TO THE STATE OF ALASKA
AND CREATING A TEMPORARY EASEMENT FOR THE
STEESE/JOHANSEN INTERCHANGE PROJECT**

WHEREAS, the State of Alaska, Department of Transportation and Public Facilities (DOT&PF) is planning to construct a new interchange at the intersection of the Steese and Johansen Expressways; and

WHEREAS, the State's project requires a permanent transfer of 4,364 square feet of property owned by the City of Fairbanks as well as an additional 2,069 square feet for a Temporary Construction Easement (TCE), both located near Lazelle Road (see Attachment No. 1); and

WHEREAS, the value of the property has been appraised at \$6,699 and the value of the temporary easement has been appraised at \$500 (see Attachment No. 2); and

WHEREAS, DOT&PF has offered the City \$7,200 in total compensation for the permanent transfer of the property and the TCE, both described above; and

WHEREAS, Alaska Statute § 29.35.090, along with City of Fairbanks Charter, § 8.3, and Fairbanks General Code, § 70-42(b), provide that the disposition of any City interest in real property requires the approval of the City Council by ordinance; and

WHEREAS, Fairbanks General Code §§ 70-42(b) and 70-56 requires further that no action to dispose of interest in real property by the City will be final until the ordinance providing the authority to do so has been on file in the City Clerk's Office for 30 days to allow the time for a potential referendum on the ordinance to expire.

NOW, THEREFORE, BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows:

SECTION 1. The Mayor is authorized to execute any and all instruments, approved as to form by the City Attorney, necessary to execute this transfer and temporary easement.

SECTION 2. The effective date of this Ordinance is six days after adoption.

SECTION 3. No action taken to transfer property or provide a temporary construction easement under the authority granted by this ordinance will take final effect until the adopted ordinance has been on file with the City Clerk for 30 days.

MINDY O'NEALL, Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, MMC, City Clerk

Thomas A. Chard II, City Attorney

CITY OF FAIRBANKS
FISCAL NOTE

I. REQUEST:

Ordinance or Resolution No: 6349

Abbreviated Title: ORDINANCE TRANSFERRING LAND TO STATE OF ALASKA

Department(s): GENERAL

Does the adoption of this ordinance or resolution authorize:

1) additional costs beyond the current adopted budget? Yes _____ No x

2) additional support or maintenance costs? Yes _____ No x

If yes, what is the estimate? see below

3) additional positions beyond the current adopted budget? Yes _____ No x

If yes, how many positions? _____

If yes, type of positions? _____ (F - Full Time, P - Part Time, T - Temporary)

II. FINANCIAL DETAIL:

EXPENDITURES:	ANNUAL
TOTAL	\$ -

FUNDING SOURCE:	ANNUAL
PERMANENT FUND	\$ 6,700
GENERAL FUND	\$ 500
TOTAL	\$ 7,200

The City of Fairbanks will permanently transfer 4,364 square feet of property and provide 2,069 square feet for a temporary easement near Lazelle Road for a new interchange at the intersection of the Steese and Johansen Expressways. The City will receive \$6,700 for the property and \$500 for the temporary easement.

Prepared by Finance Department: Initial mb Date 5/22/2026



STATE OF ALASKA
DEPARTMENT OF TRANSPORTATION
AND PUBLIC FACILITIES

REVIEW APPRAISER'S
RECOMMENDATION OF
JUST COMPENSATION

PROJECT NAME: Steese Expressway/Johansen
Expressway Interchange

STATE PROJECT #: Z607320000

FEDERAL-AID PROJECT #: 0002337

PARCEL 6 AND TCE 6

X Revised

Appraiser: Chris Guinn, MAI & Connie Horton Value Estimate Effective Date 5/10/2023 Appraisal Report Date: 4/2/2024 X Approved

Owner: City of Fairbanks
Access to Remainder: Adequate

Uneconomic Remnant? X No Yes

This Recommendation of Just Compensation is based upon my review of the recent appraisal report of the above-referenced parcel, which complies with DOT&PF appraisal guidelines in the Alaska Right-of-Way Manual and is considered reasonable given the data and analysis presented in the appraisal report. This Recommendation of Just Compensation was prepared in conformity with 49 CFR Part 24, *Uniform Standards of Professional Practice*, and DOT&PF's Appraisal Review Guidelines (see Chapters 4 and 5 of the *Alaska Right-of-Way Manual*). It is the result of my independent, personal, unbiased, professional analysis, opinions, and conclusions based upon a technical review of the appraisal and other factual data without significant professional assistance or direction. The data and statements of facts presented in the appraisal report have not been verified by this office and are assumed to be true and correct. All of the assumptions and limiting conditions contained in the original appraisal report are also conditions of this review, unless otherwise stated. The signed "Certification of Appraisal Review" is attached.

I did make a physical inspection of the subject and comparable properties in February of 2024.

Recommended Just Compensation for the property being acquired is allocated as follows:			
Fee Simple	4,364 SF		\$ 1,199
Site Improvements	Paving		\$ 5,500
TCE	2,069 SF		\$ 500*
Cost to Cure	None		\$
Existing ROWs/PLOs (Underlying Fee)	None		\$
Damages	None		\$
Special Benefits	None		\$
Total \$ 7,200 (Rd)			
Federal Participation: \$ 7,200		State Funds: \$	

Review Appraiser's Signature: Mark Kasberg Date: 2/7/2025
Review Appraiser (print or type name): Mark Kasberg AK Appraiser Cert#: APRG24

It is understood that this Recommendation of Just Compensation is to be used in conjunction with a Federal-Aid or State project. To ensure statewide consistency the Review Appraiser administratively valued the existing ROW at 10% of the fee simple value (if applicable). *DOT/PF minimum for temporary acquisitions.

CERTIFICATION OF APPRAISAL REVIEW

For the Appraisal Review identified on page 1 of the Review Appraiser's Recommendation of Just Compensation, I certify that to the best of my knowledge and belief:

- The statements of fact contained in this report are true and correct.
- The reported analyses, opinions, and conclusions are limited only by the reported assumptions and limiting conditions and are my personal, impartial, and unbiased professional analyses, opinions, and conclusions.
- I have no direct, indirect, present, or prospective interest in the property that is the subject of the work under review and no personal interest with respect to the parties involved.
- I have no bias with respect to the property that is the subject of the work under review or to the parties involved in the assignment.
- I have performed no services in any capacity (appraisal or otherwise) regarding the property that is the subject of the work under review within the three-year period immediately preceding my acceptance of this assignment.
- My engagement in this assignment was not contingent upon developing or reporting predetermined results.
- My compensation is not contingent on an action or event resulting from the analyses, opinions, or conclusions in this review or from its use.
- My compensation for completing this assignment is not contingent upon the development or reporting of predetermined assignment results, or assignment results that favors the cause of the client, the attainment of a stipulated result, or the occurrence of a subsequent event directly related to the intended use of this appraisal review.
- My analyses, opinions, and conclusions were developed, and this review report was prepared in conformity with the *Uniform Standards of Professional Appraisal Practice (USPAP)*.
- I have made a personal inspection of the subject of the work under review.
- No one provided significant appraisal or appraisal review assistance to the person signing this certification.
- All Assumptions and Limiting Conditions included in the original appraisal report referenced on page 1 are conditions of this review assignment.
- Client: State of Alaska, Department of Transportation and Public Facilities
- Intended Users: AK DOT&PF and contractual assigns and Federal funding partners where applicable.
- Intended Use: To assist AK DOT/PPF in determining just compensation for acquisition related to a public transportation project.
- Purpose of the Appraisal Review: To conduct a technical review of the appraisal report referenced on page 1 for compliance with the USPAP and DOT&PF standards.
- Scope of the Review: In preparing this appraisal review, I have completed a technical review of the appraisal report referenced on page 1. I have adhered to criteria in Chapters 4 and 5 of the Alaska Right-of-Way Manual and utilized this form to communicate this review assignment. Supporting documentation is retained in the work file as appropriate. I have checked the report for proper appraisal methodology, analytical consistency, internal logic, accuracy of mathematical calculations, and compliance with USPAP.
- Property Rights Appraised: (fee simple, leased fee, etc.) Fee simple

Review Appraiser's Signature: Mark Kasberg

Date: 2/7/2025

Review Appraiser (print or type name): Mark Kasberg

AK Appraiser Cert#: APRG24



C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

**APPRAISAL REPORT
PARCEL NO 6 and TCE 6**

0002337/Z60732000

**STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE
APPRAISAL**

For:

STATE OF ALASKA

DEPARTMENT OF TRANSPORTATION & PUBLIC FACILITIES



Effective Date: 5/10/2023

File No. C23-0226F

Chris Guinn Appraisers

chrisguinn@ak.net

Phone: 907.479.7603

Fax: 907.479.8237

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



Chris Guinn Appraisals

3724 Swenson Avenue

Fairbanks, Alaska 99709

Ph:907.479.7603 Fax:907.479.8237 e-mail: chrisguinn@ak.net

April 2, 2024

State of Alaska, DOT&PF
Crystal Haman, ROW Agent
2301 Peger Road
Fairbanks, AK 99701

Re: Appraisal of Parcel No. 6 and TCE 6
STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE
APPRAISALS
Our report No.: C23-0226F

Dear Ms. Haman:

At your request we have completed the investigation and analysis necessary to form an opinion of market value for Parcel No. 6 & TCE 6 for the Steese Expressway/ Johansen Expressway Interchange project.

The accompanying report is an Appraisal Report which is in conformance with the Uniform Standards of Professional Appraisal Practice (USPAP). All three approaches to value were considered, and the sales approach method was utilized to arrive at market value. The report contains the most pertinent data gathered, the techniques used, and the reasoning leading to my opinion of value.

The purpose of this assignment is to estimate the market value of the subject Parcel No. 6 & TCE 6 to be acquired. The function of this appraisal is to aid the Department of Transportation in the acquisition of these parcels for the project.

To the best of my ability, this appraisal has been made in conformance with and subject to the Code of Professional Ethics of the Appraisal Institute. The attached reports identify the properties and set forth the assumptions, limiting conditions, special assumptions, data, and analyses upon which the opinions of value are based. No personal property is included in my estimate of value.

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

The appraisal report that accompanies this letter of transmittal includes the documentation for the research and analysis that was required in the process of estimating the market value for the subject property.

It is my opinion that the total Market Value of the Acquisitions effective 5/10/2023 for Parcel No.6 & TCE6 is \$6,962.85. If you have any questions regarding these reports or would like to discuss some aspect, please call. Thank you for this opportunity to be of service.

Respectfully submitted,



Chris Guinn, MAI, SRA, SR/WA
Street, Guinn Appraisers



Connie Horton, General Appraiser
Senior Appraiser

PARCEL NO. 6 & TCE6

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APPRAISAL SUMMARY

PROJECT & OWNER INFORMATION

Name of Owner:	City of Fairbanks
Address:	800 Cushman Street
Parcel Location:	NHN Lazelle Road, Fairbanks, AK
ROW Map Date	2/3/2023
Legal Description	Tract A-1 Lazelle Estates Northern
Zoning:	TF
Highest and Best Use	Multi-family/residential
Rights Appraised:	Fee Simple Estate: "Absolute ownership unencumbered by any other interest or estate; subject only to the limitations of eminent domain, escheat, police power, and taxation."
Inspection Date:	5/10/2023
Date of Value:	5/10/2023

PARCEL DESCRIPTION SUMMARY

Parcel 6 Existing/ "Before" size:	543,803sf 12.484 ac
	-34,366sf (access easement)
	509,437sf (unencumbered)
Net Acquisition:	1,595sf
Access Easement:	2,769sf
Total Acquisition size	4,364sf
Remainder	539,439sf 12.384 ac
Parcel TCE-6 Temporary Construction Easement	2,069sf

ACQUISITION SUMMARY

Market Value of the Whole Parcel	\$328,239.10
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Market Value of Acquisition

Acquisition	\$1,198.02
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Acquisition (Temporary Construction Easement)	\$264.83
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Damage	-0-
Special Benefits	-0-
Improvement	\$5,500.00

Total Market of the Acquisition	\$6,962.85
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Market Value of Remainder

The final estimate of land value of the remainder remains the same at \$0.64/sf.

CERTIFICATION

Name of Appraiser Chris Guinn and Connie Horton

We CERTIFY THAT:

Connie Horton personally inspected the property appraised in this report on 5/10/2023.

We personally verified the facts, prices, terms, and conditions of sales used as comparable data with the parties to each transaction except to the extent otherwise indicated in my report.

A personal field inspection of any comparable properties referred to in the report was made. The narrative analysis and conclusions contained within this appraisal report are our own. The names of assistants who provided support are as stated in the report. We have limited their services to photography, basic research, and general data gathering.

We have afforded each property owner the opportunity to accompany me at the time of my inspection of the property.

To the best of our knowledge and belief, the statements contained in this appraisal report are true and correct, and the information upon which our opinions are based is accurate, subject only to the assumptions and limiting conditions set out in the report.

Our appraisal report is intended to be used by the State of Alaska in connection with an acquisition for the above-referenced project to be constructed with the assistance of federal funds.

This appraisal report has been made in conformity with applicable federal standards, State of Alaska statutes, regulations, policies, and procedures and with accepted industry practices applicable to valuation of lands for such purposes. To the best of our knowledge, all values that we have assigned to the property are compensable under the established law of the State of Alaska. Values assigned do not reflect a decrease or increase due to the proposed project.

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

We have performed no services, as an appraiser or in any other capacity, regarding the property that is the subject of this report within the three-year period immediately preceding acceptance of this assignment.

Neither our employment nor our compensation for making this appraisal report are in any way contingent upon the reporting of a predetermined value that favors the cause of the client, the attainment of a stipulated result, or the occurrence of a subsequent event.


We have no direct, indirect, present, or prospective interest in the subject property; and we have no personal interest or bias with respect to the parties involved, nor will we benefit in any way from the acquisition of this property.

We have not revealed the findings and results of this report to anyone other than the proper officials of the Alaska Department of Transportation and Public Facilities, the Federal Highway Administration, or the Federal Aviation Administration, and we will not do so until so authorized by proper officials, or until we are required to do so by due process of law, or until we are released from this obligation by having publicly testified as to such findings.

Based upon our independent, unbiased research and analysis, our professional opinion of market value is \$6,962.85 as of 5/10/2023.

Neither Connie Horton nor Chris Guinn have performed any services, as an appraiser or in any other capacity, regarding the property that is the subject of this report within the three-year period immediately preceding acceptance of this assignment.

Date 4/02/2024 Appraiser's Signature 
Chris Guinn, MAI, SRA, SR/WA
General Real Estate Appraiser (Cert. # 40)

Date 4/02/2024 Appraiser's Signature 
Connie Horton
General Real Estate Appraiser (Cert. # 383)

ASSUMPTIONS AND LIMITING CONDITIONS

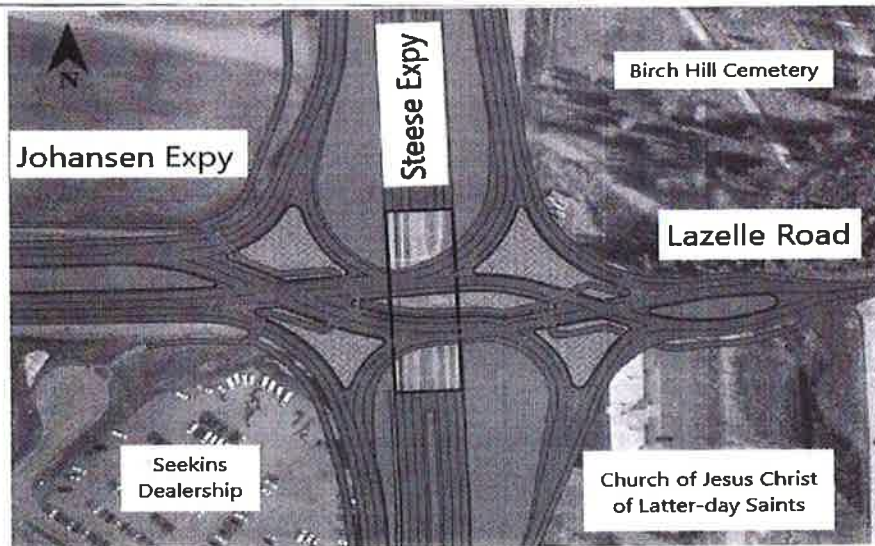
It is expressly understood that the method of appraisal and conclusion of opinion, together with the analysis of pertinent data and information are subject to, contingent upon and limited to the following conditions:

1. The title to the property appraised is good and marketable.
2. The property under consideration is appraised as fee simple.
3. All information furnished by the State of Alaska, Department of Transportation and Public Facilities, in the form of maps, plans, comparable sales and documents is correct.
4. The data, information, estimates, statistics, legal descriptions and opinions furnished by others and contained herein are reliable and correct, and no responsibility for their accuracy is assumed by the appraiser. If any errors or omissions are subsequently found, the appraiser reserves the right to modify or correct any conclusions, or opinions as may be directly affected.
5. Where valuation of the land and the improvements thereon are shown or itemized separately, the value of each is segregated only to serve as an aid to better estimate the values of the whole ownership and what each contributes to the market value of the entire property. The itemized amounts of each individual component part are not intended for use by themselves as they may or may not be their correct market value as separate entities.
6. The methods, procedures and techniques employed in making this appraisal are in accordance with the Standard Operating Procedures of the State of Alaska, Department of Transportation and Public Facilities, and with recognized standards of appraisal practice.
7. Plot plans including those showing improvements are for illustrative purposes only and may or may not be drawn to scale.
8. The appraiser assumes there are no hidden or in apparent conditions of the property, subsoil or structures, which would render it more or less valuable.

9. The unit values on the comparable sales have been rounded to the nearest significant dollar amount.
10. In the event of any future required court appearance or testimony of any kind, in connection with this appraisal, this appraiser reserves the right to make any alterations, changes or corrections, as may be deemed necessary to recognize possible changes in market conditions or project construction which may arise between the date of appraisal and the date of acquisition.
11. Other factors and certifications are included in the Certificate of Appraiser.
12. Valuation of the property does not include an environmental assessment for hazardous or toxic waste products or asbestos which may be present on the property and which may adversely affect the property's value. Appraisers are not generally qualified to make such an assessment.

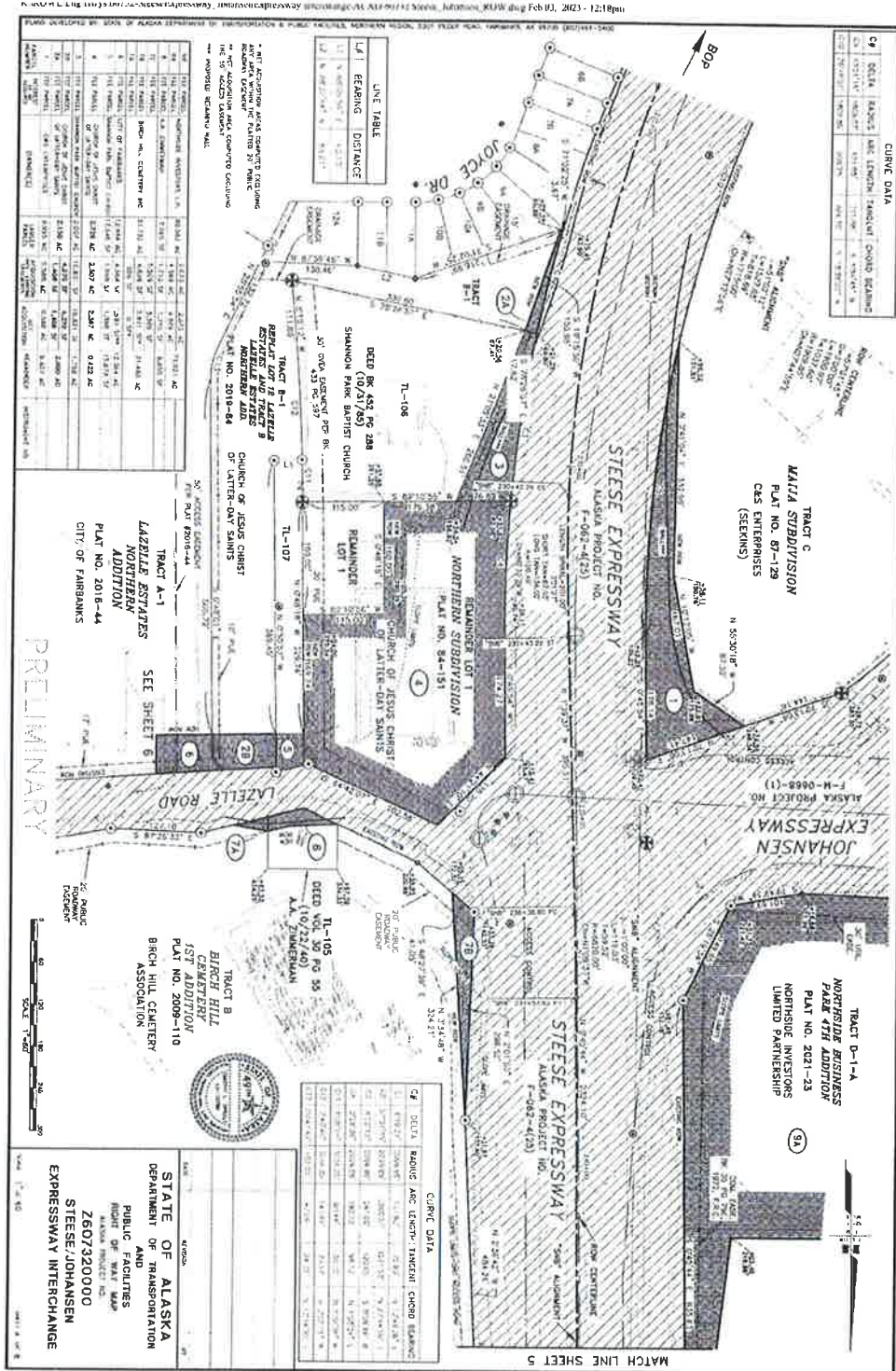
DESCRIPTION OF PROJECT: INTRODUCTION/HISTORY

The Steese Expressway/Johansen Expressway (Steese-Jo) intersection has seen sustained growth due to rapid growth in the area over the last 20 years. Large tracts of property within and adjacent to the Bentley Trust commercial property have experienced a rapid increase in commercial and residential development. Multiple large and small retail stores, as well as service-oriented businesses and a residential neighborhood, have developed in this area dramatically increasing traffic volumes. Average annual traffic growth rates in this area vary, but in some cases are as high as 5.2 percent per year over the past 20 years. Future development plans will likely consist of business and residential land uses like those currently in the area. Although development may not continue at the pace experienced in the early 2000s, there is continued growth expected and traffic volumes are expected to continue to increase. (Design Study Report)



Design Study Report page 5

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



PURPOSE AND FUNCTION OF THE APPRAISAL

The purpose of the appraisal is to estimate the market value of the property owner's rights before the acquisition, estimate the market value of the part acquired and estimate the value after the acquisition, estimate any cost-to-cure, damages, and/or special benefits if any to the remainder.

The function of this appraisal is to estimate the market value of a partial acquisition of ADOT from the property owner for the proposed project.

The Uniform Act and 49 C.F.R. refer to "fair market value," while the Appraisal Foundation refers to market value. Fair market value is defined in the "Uniform Standards of Professional Appraisal Practice" (2001 Edition) as:

"The most probable price which a property should bring in a competitive and open market under all condition's requisite to a fair sale, the buyer and seller each acting prudently and knowledgeably, and assuming the price is not affected by undue stimulus. Implicit in this definition is the consummation of a sale as of a specified date and the passing of title from seller to buyer under conditions whereby: (1) buyer and seller are typically motivated; (2) both parties are well informed or well advised, and acting in what they consider their own best interests; (3) a reasonable time is allowed for exposure in the open market; (4) payment is made in terms of cash in United States dollars or in terms of financial arrangements comparable thereto; and (5) the price represents the normal consideration for the property sold unaffected by special or creative financing or sales concessions granted by anyone associated with the sale."

The Alaska Supreme Court has defined fair market value as “the price in (terms of) money that the property could be sold for on the open market under fair conditions between an owner willing to sell and a purchaser willing to buy, with a reasonable time allowed to find a purchaser. The highest and most profitable use for which the property is adaptable is to be considered, to the extent that the prospect of demand for such use affects the market value while the property is privately held.” [State v. 7.026 Acres, Sup. Ct. Op. No. 601. 466 P2d 364, 365 (1970)]. Fair market value is based on a property’s fee simple value.

EXTRAORDINARY ASSUMPTIONS

It is assumed the property is free and clear from any hazardous materials or contamination that would affect its marketability.

INTENDED USE AND USERS OF THE APPRAISAL

The appraiser understands that the function of the appraisal report is to provide a market value estimate for compensating the property owner for the acquisition of the property rights acquired according to the Alaska Constitution, Article 1, Section 18, Eminent Domain that reads in part, “Private property shall not be taken or damaged for public use without just compensation.” The appraisal will be used to acquire property for the Steese Expressway/Johansen Expressway Interchange project for the State of Alaska, Department of Transportation and Public Facilities (AK/DOT&PF), the client and federal funding aid partners.

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

SUMMARY OF THE APPRAISAL PROBLEM

Larger Parcel:	543,803sf or 12.484 acres A 50' wide access easement encumbers approximately 34,366sf along western side. 509,437sf unencumbered.
Nature of the Acquisition	Partial acquisition of the larger parcel for proposed highway improvement project.
Effective Date of Value	5/10/2023 date of inspection

PART TO BE ACQUIRED:	
Net Acquisition Area (fee)	1,595sf
Area encumbered with Access Easement	<u>2,769sf</u>
Total Acquisition	4,364sf
Temporary Construction Easement	2,069sf
Shape	Irregular
Site Improvements	Estimated 25' by 55'=1,375sf of pavement

SCOPE OF THE APPRAISAL

Right of Way Parcel Plats were provided by Alaska Department of Transportation and Public Facilities and analyzed for purposes of valuing the subject. The owner representative was offered the opportunity to accompany the appraiser during the inspection of the subject on, 5/10/2023. The property owner representative declined to accompany the appraiser.

Along with the inspection and analysis of the subject, we conducted independent research relative to estimating its highest and best use, multi-family/residential. Current market sales pertinent to the subject occurring in the Fairbanks area are listed in the addenda. We interviewed grantors, grantees, or real estate agents involved with particular market data, or private fee appraisers.

The appraisal is for a partial acquisition of the larger parcel. The sales comparison approach will be used to determine the market value of the fee simple value of the land to be acquired. The income approach and cost approach will not be used to determine the value of the area to be acquired.

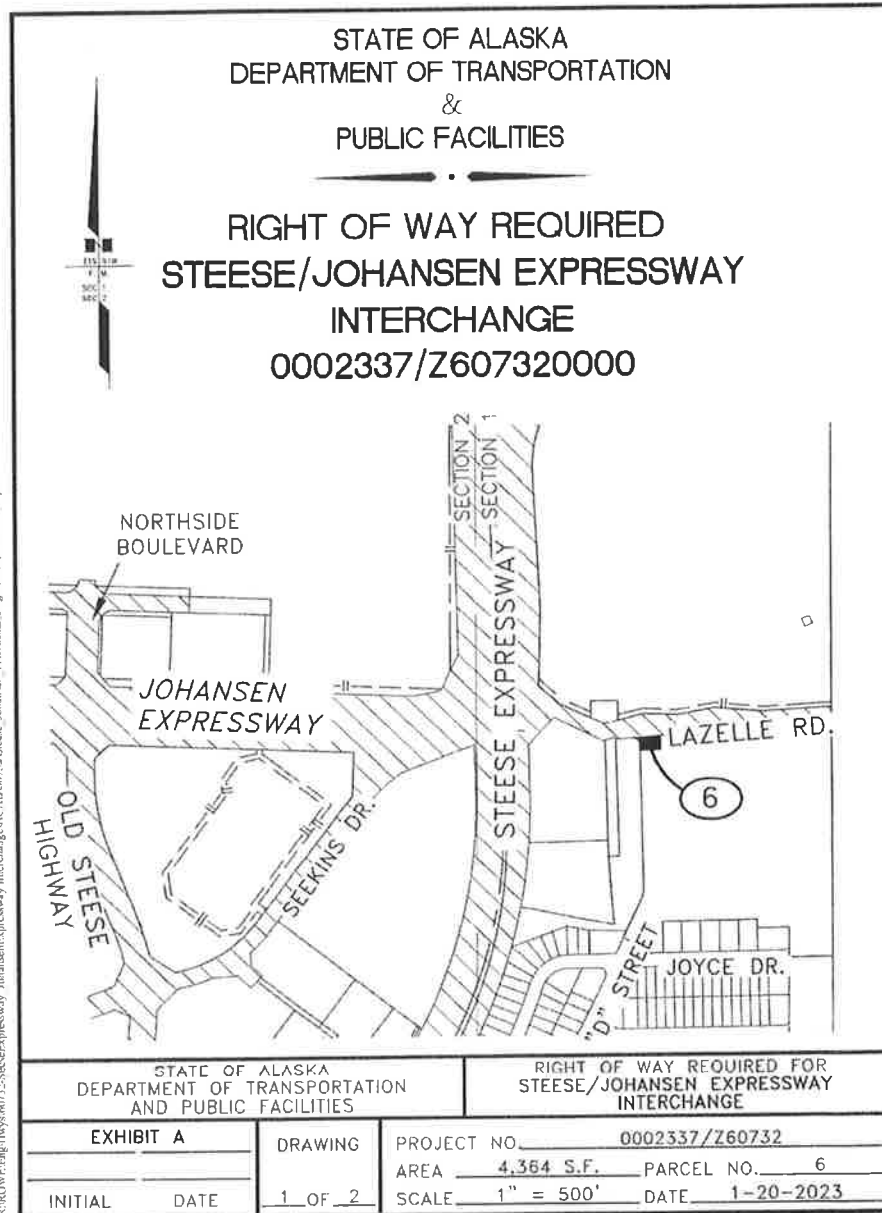
The area to be acquired is needed for the purpose of constructing the Steese Expressway/Johansen Expressway Interchange project located in Fairbanks.

C23-0226F

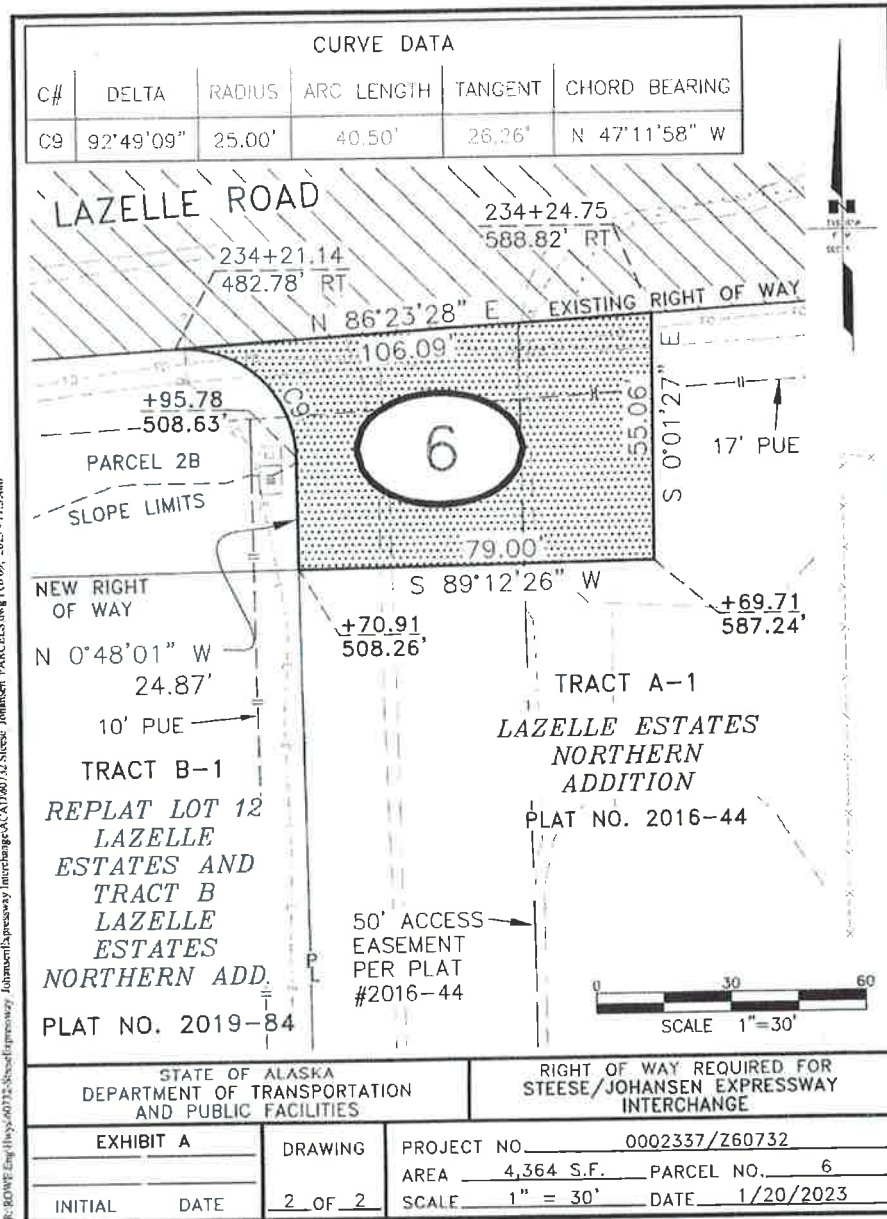
Parcel Number 6, TCE6

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STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



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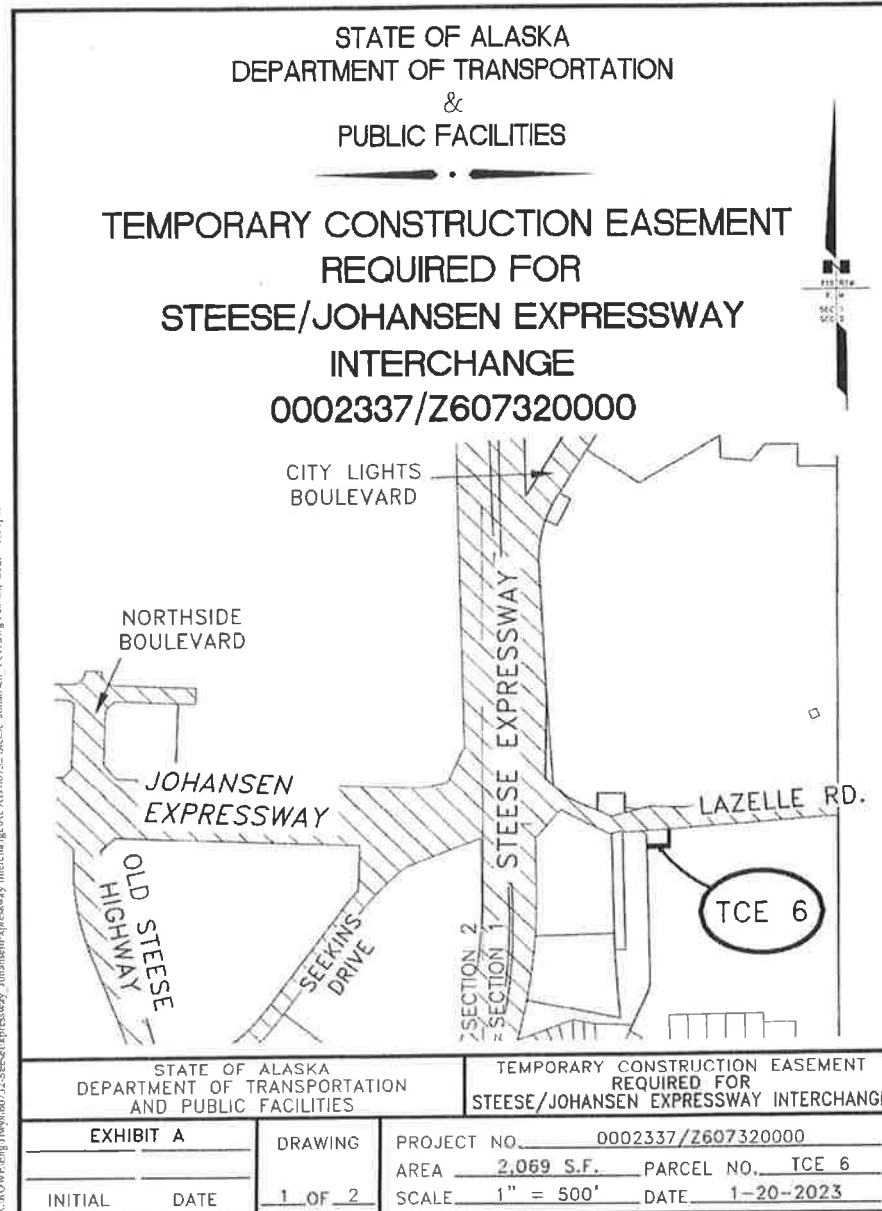
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C23-0226F

Parcel Number 6, TCE6

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STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



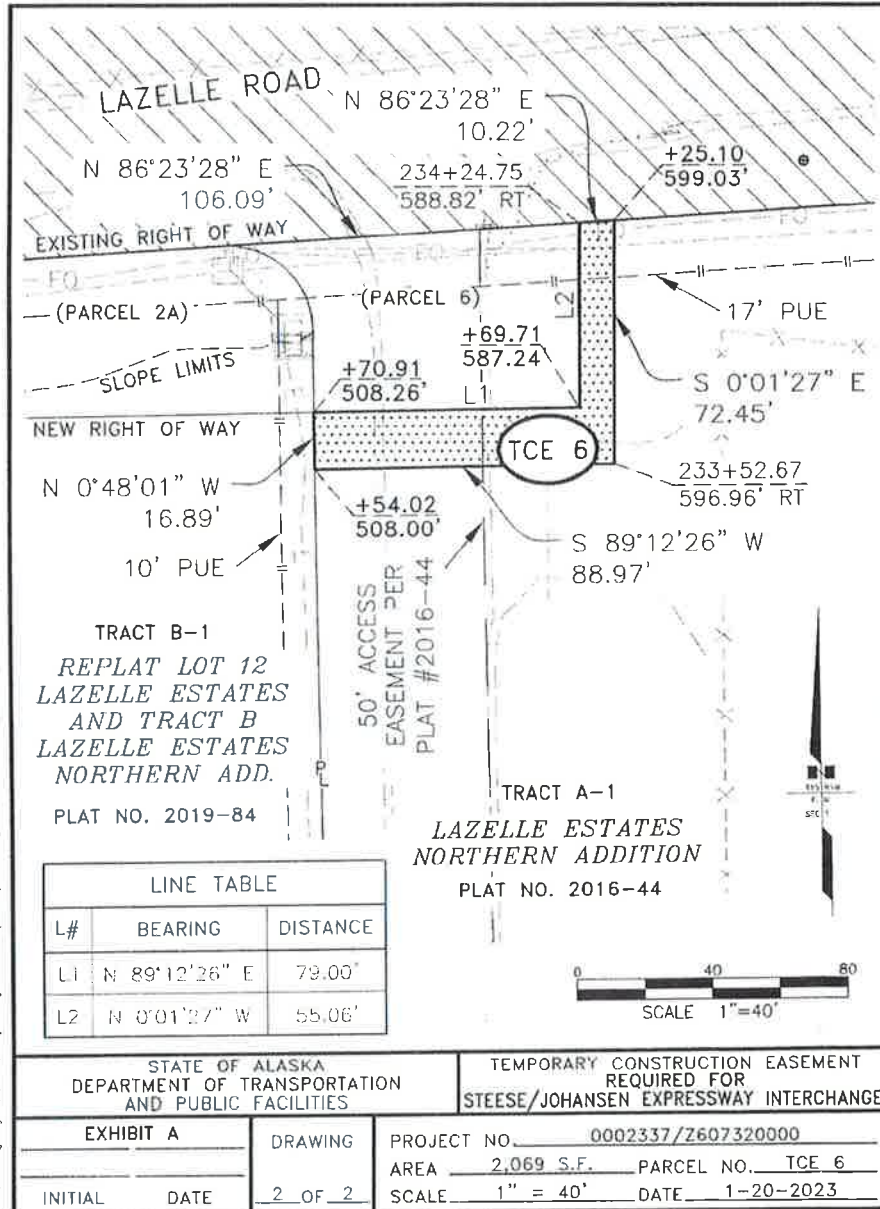
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Parcel Number 6, TCE6

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STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



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AREA AND NEIGHBORHOOD ANALYSIS

The City of Fairbanks is almost in the center of Alaska and is sometimes referred to as the “Golden Heart” of Alaska. Almost centrally located, it is approximately 370 miles North of Anchorage; 380 miles South of Prudhoe Bay; 275 miles West of Canada; and 530 miles East of Nome. This central location is basic to Fairbanks’ strategic position as the key city of a wide area serving interior Alaska. Indeed, it was this location that established early Fairbanks as a distribution point, first for riverboat traffic, and later for rail and air traffic. The completion of the Alaska Railroad in 1924 ended Fairbanks’ relative isolation by allowing goods, people, and services to be transported to the ice-free port of Seward more efficiently. More recently, this location would prove vital to the distribution of people and materials for the construction of the Trans-Alaskan pipeline.

The climate is extreme, with a range from +90 Fahrenheit in summer to minus 50 F in winters (-62 is the record). Overall, the climate is very dry as the interior is somewhat shielded from rainfall by mountain ranges on the West, North, and South sides. Average annual rainfall in Fairbanks is only about twelve inches. The base altitude of the central city is about 440 feet above sea level.

The Fairbanks North Star Borough was originally incorporated on January 1, 1964, as the “North Star Borough,” with a total area of 7,361 square miles. It is a strong mayor form of government who serves as the chief executive officer. As a second-class borough, it initially had three area-wide powers:

1. assessment and taxation,
2. planning, zoning and platting, and
3. primary and secondary education.

Through elections, the Borough has assumed additional powers since its initial incorporation, including flood control, libraries, hospitals, rural services, data processing, community research, land resources, risk management, road and fire service areas.

There are two first class municipalities, Fairbanks and the City of North Pole (about fifteen miles South of Fairbanks). Each municipality has differing powers, with the main difference between classes being in how the various powers are assumed. The city provides such services as road maintenance, garbage pickup, police and fire protection, utilities and building code enforcement. The Borough's powers include transportation, parks, planning and zoning, environmental control, finance, and administrative services.

Local taxing authorities are the City of Fairbanks, the City of North Pole, and the Fairbanks North Star Borough. Each municipality sets its own mil rate and the Borough collects the taxes. Taxes are based on 100% of value and the trend in recent years has been toward higher local taxes to replace the reduction in state revenue sharing that has dramatically declined since 1986.

Cost of Living: According to the Council for Community and Economic Research, the cost of living being 100 as Average, Fairbanks has a total of 121.3,

with groceries at 120.8, Housing at 99.4, Healthcare at 156.5, and utilities at 194.6.

The population of the Fairbanks North Star Borough includes the cities of Fairbanks, North Pole, and the surrounding suburban areas is at 95,593.

The economy revolves around North Slope oilfield activities, transportation, the military, government activities, the University of Alaska, mining and the tourism industry.

There has been a slow recovery for oil and gas. Projects are creating mostly short-term construction jobs and fewer permanent jobs operating the field. Modest rebound for the construction sector with residential building bouncing back but felt to be probably temporary. The Infrastructure Investment and Jobs Act will increase heavy and civil engineering jobs along with professional, scientific, and technical services that tend to track with the industries they serve.

Tourism jobs accounted for nearly 40% of the jobs lost in Fairbanks for 2020. These included jobs in hotels, restaurants, and recreational places that rely on travelers. The Fairbanks leisure and hospitality rebounded as visitors returned in 2021 and now are similar to pre-pandemic levels.

Mining growth is mainly through existing projects of ongoing exploration and expansion of existing operations. Fort Knox mine is spreading into nearby areas via truck from Tetlin. Pogo, Greens Creek, and Kensington continue to expand and explore.

Government employment accounts for about 28% of the area's employment. Federal jobs have grown steadily since 2014 but forecast to remain steady in 2023. State government declines are long-term budget cuts. Protracted periods of elevated oil prices are not expected to expand government services. The population isn't likely to grow significantly and state support to local governments is unlikely to rise, keeping the employment outlook relatively flat.

The University of Alaska has absorbed several years of budget cuts and enrollment has fallen. The University of Alaska has lost the most jobs and will continue as more than 40 programs have been eliminated and a drop of 8% in enrollment.

As the military expansion at Eielson Air Force Base continued to expand, the population increased approximately 33% with the new contract bringing the F-35 fighter jets and KC-135 Tankers. all this gives the local economy a needed boost.

Economic trends can be found detailed in the *Fairbanks Community Research Quarterly*. It contains employment statistics, population estimates, bank deposits, and overall property assessments within the Fairbanks North Star Borough. While there are other indicators, these are believed to be most illustrative of the overall economic condition. (Some of this information is included in the addenda)

NEIGHBORHOOD INFORMATION

The subject project is located at the intersection of the Steese Highway and Johansen Expressway, divided two lane highways on the east side of Fairbanks. The Steese and Johansen Expressways are principal arterials in Fairbanks, and the intersection is ranked in the top 10 for entering vehicle volume in Fairbanks. The Steese/Johansen intersection is a critical hub for commercial traffic heading to the North Slope from Canada, Valdez, and Anchorage. The downtown CBD Fairbanks urban area is to the southwest. The University of Alaska is about three miles west and access to Fort Wainwright is about four miles to the south.

Infrastructure: Major roads in the area are the Johansen Expressway and Steese Expressway. Access via these roads to major shopping, employment centers, and government services is good. The neighborhood is served by the Golden Heart Utilities System, which provides water and sewer service. Electric power is supplied by Golden Valley Electric Association, a private cooperative which is subject to regulation by the Alaska Public Utilities Commission. Telephone service is provided by GCI and ACS.

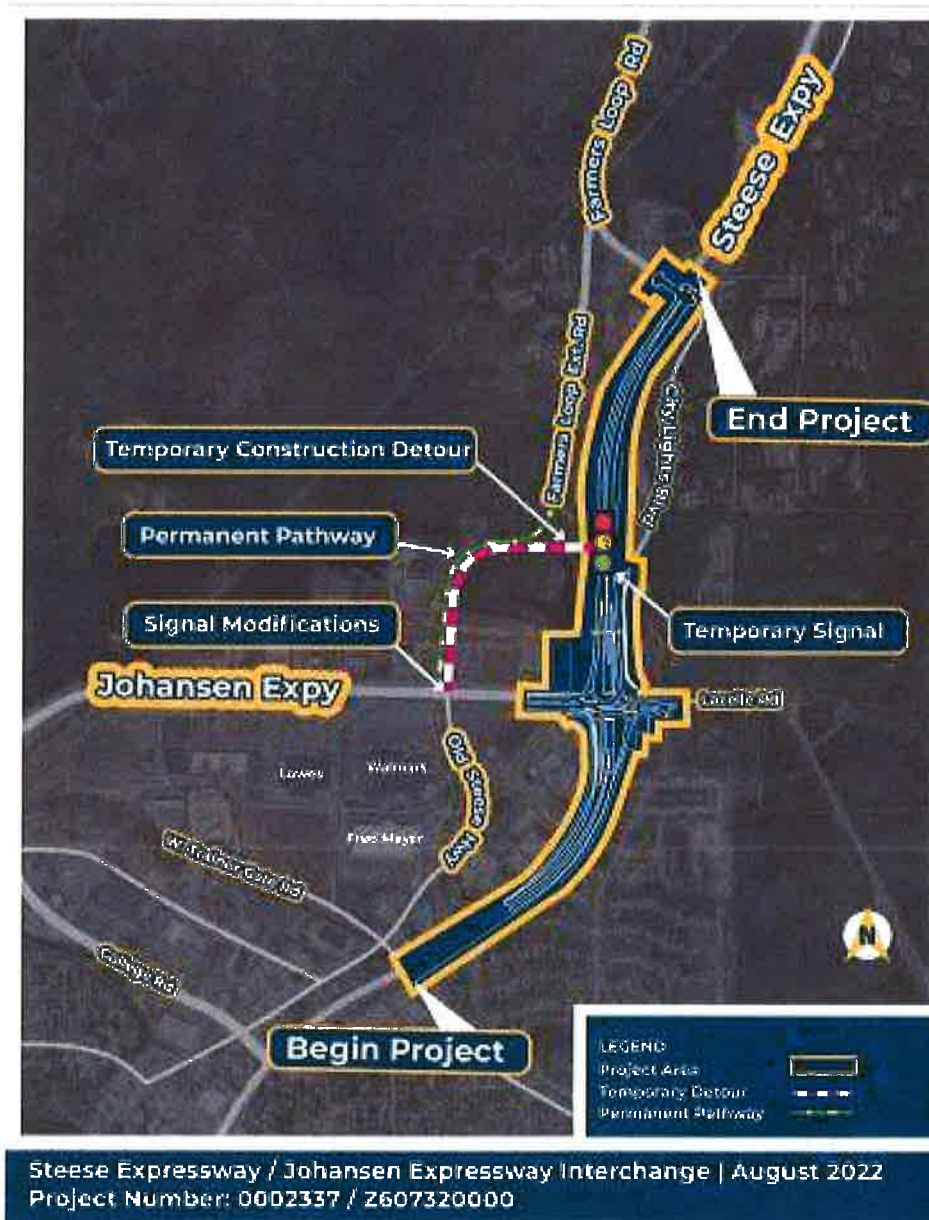
Percent Developed: This area development began in the early 1980's. About 25% of the area is vacant.

Growth Pattern: Infill, mostly renovation of existing construction.

Land Use: The area is developed with a mix of residential and multi-family structures. Most of the developments were built between 1985 and 2021. The neighborhood attracts residents from the entire Fairbanks community.

Suitability: Suitable for developers, investors, and owner-occupants. The neighborhood is considered to be in a stable mode with stable property values likely to be slowly seen over time. The subject suffers no location or economic obsolescence. Continued stability and generally stable property values are anticipated for this market for well-maintained properties for the foreseeable future. The subject is competitive with other properties in the neighborhood.

NEIGHBORHOOD MAP



C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



STATE OF ALASKA
DEPARTMENT OF TRANSPORTATION
AND PUBLIC FACILITIES

PHOTOGRAPHIC
SHEET

PROJECT NAME: STEESE
EXPRESSWAY/JOHANSEN
EXPRESSWAY APPRAISALS
PROGRAM #: Z607320000
FEDERAL#: 0002337
PARCEL #6



Looking easterly, Parcel 6



C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

Looking westerly at Parcel 6 and Lazelle Road



STATE OF ALASKA
DEPARTMENT OF TRANSPORTATION
AND PUBLIC FACILITIES
**PHOTOGRAPHIC
SHEET**

PROJECT NAME: STEESE
EXPRESSWAY/JOHANSEN
EXPRESSWAY APPRAISALS
PROGRAM #: Z607320000
FEDERAL#: 0002337
PARCEL # TCE 6



Looking westerly at Parcel TCE 6

Photos taken by: Connie Horton

Date Taken: 5/10/2023

25A-R430

PROPERTY VALUATION:

MARKET VALUE OF THE LARGER PARCEL BEFORE ACQUISITION

DESCRIPTION OF THE LARGER PARCEL

Location:	NHN Lazelle Road, Fairbanks, AK
Assessor's Parcel Number:	676316
Land Area:	543,803sf or 12.484 acres
Shape:	Irregular in shape
Road Frontage:	Lazelle Road
Accessibility:	At grade
Topography:	Level
Soils:	Mix of alluvial sands and gravels overlain by silt.
Utilities:	Electric, public water and sewer available in the area
Easements:	50' wide access easement along the western boundary approximately 687.32' long, 34,366sf. "D" Street has been extended on this easement.
Present Use:	Vacant
Zoning & Restrictions:	TF Two Family Residential Permitted Uses. In the TF, two-residential district, permitted uses are: 1. Any permitted use in the SF-20, SF-10 and SF-5 districts; 2. Two-family attached dwellings. 1. Lot area for a single-family detached dwelling shall not be less than 5,000 square feet; 2. Lot area for a two-family attached dwelling shall not be less than 3,500 square feet per dwelling unit.
Environmental Issues:	The subject property is appraised on an "as-if-clean" basis.
Flood & Earthquake Activity:	According to the Federal Emergency Management Agency's Flood Insurance Rate Map 02090C4385J 3/17/2014 . Area within reduced flood risk due to levee. Zone X
Site Improvement:	Paved "D" Street is in acquisition area, approximately 1,375sf.

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

ASSESSED VALUE, REAL ESTATE TAXES, TRENDS:

Tax ID Number: 676316

Mill rate: 18.044

HISTORY OF ASSESSED VALUES AND TOTAL TAXABLE AMOUNT: Not

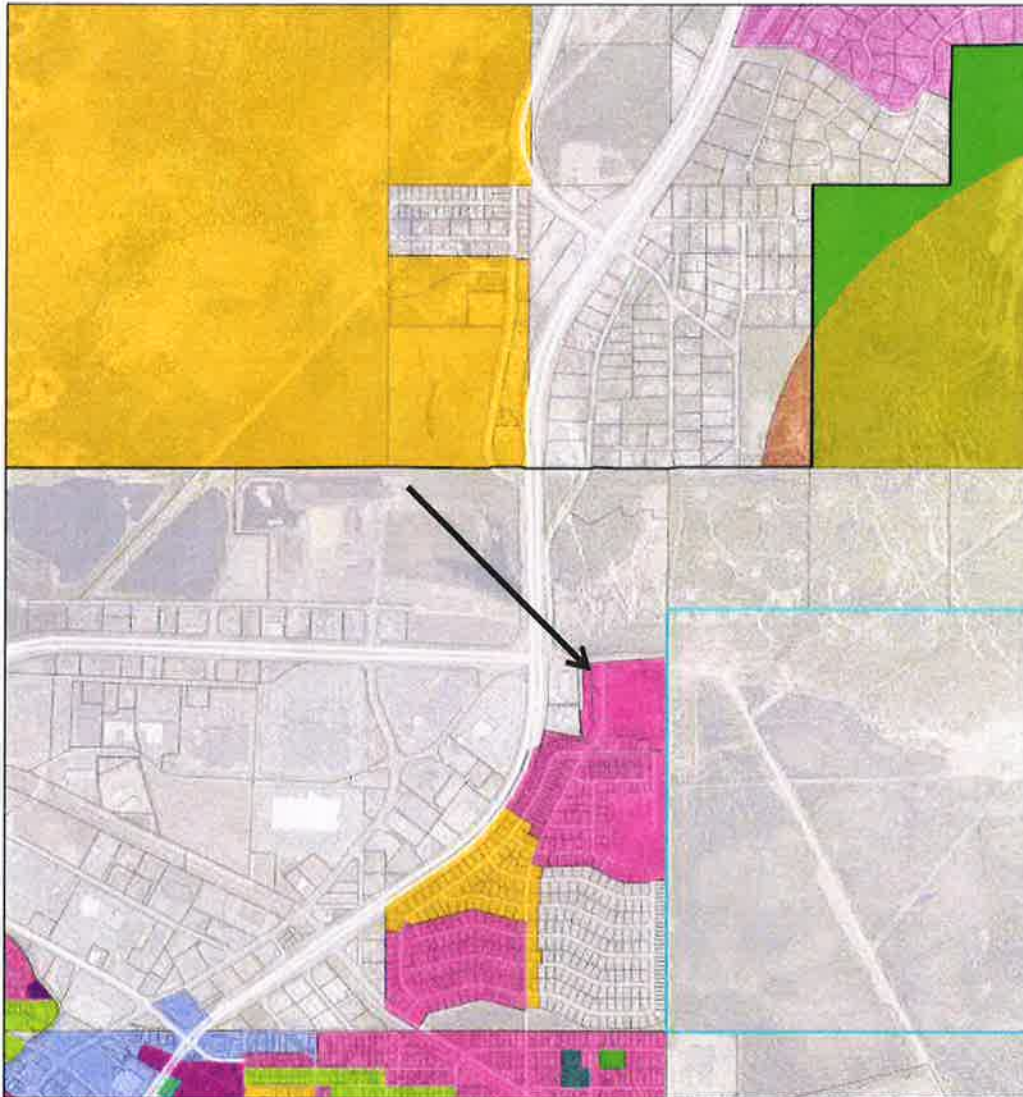
Assessed

YEAR	LAND	IMPROVEMENTS	TAXABLE AMOUNT
2022			
2021			
2020			
2019			

TAXES PAID: \$0.00

TREND: Property land values have been stable.

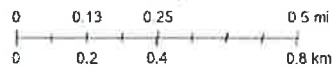
FNSB Area Zoning Map



3/25/2023, 9:05:00 AM

1:36,112

Zoning Districts	LC/WP	OR	RR
GC	LI	OR/MNO	SF-10
GU-1	MF	RA-5	TF
GU-1/MNO	MFO	RE-2/SL	TF/CZ
LC			



State of Alaska Esri HERE Garmin SafeGraph METI/NASA USGS EPA NPS US Census Bureau USDA

State of Alaska Esri HERE Garmin SafeGraph METI/NASA USGS EPA NPS US Census Bureau USDA | State of Alaska Esri HERE Garmin SafeGraph METI/NASA USGS EPA NPS US Census Bureau USDA

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

FIVE YEARS SALES HISTORY OF THE SUBJECT:

NONE

DATE OF SALE:

SALE PRICE:

TERMS:

DATE RECORDED:

INSTRUMENT:

GRANTOR:

GRANTEE:

INTERVIEWED:

DATE CONFIRMED:

Date:4/13/2023 Verified By: Chris Guinn

HIGHEST AND BEST USE

In standard appraisal practice, the concept of highest and best use represents the premise upon which a value estimate is based. The determination of highest and best use is the result of the appraiser's judgment and analytical skill. The use determined from analysis represents an opinion, not a fact to be found. Highest and best use is defined in the Appraisal Institute, *The Dictionary of Real Estate Appraisal*, 4th ed., p.135 as:

The reasonably probable and legal use of vacant land or an improved property, which is physically possible, appropriately supported, financially feasible, and that results in the highest value. The four criteria the highest and best use must meet are legal permissibility, physical possibility, financial feasibility, and maximal productivity.

As Vacant: The parcel is zoned TF Two-Family Residential.

Legally Permissible Use

There are no legal limitations, which would impede the site from developing to its highest and best use, assuming there are no environmental or archeological findings. TF Two Family Residential Permitted Uses. In the TF, two-family residential district, permitted uses are: 1. Any permitted use in the SF-20, SF-10 and SF-5 districts; 2. Two-family attached dwellings.

1. Lot area for a single-family detached dwelling shall not be less than 5,000 square feet;
2. Lot area for a two-family attached dwelling shall not be less than 3,500 square feet per dwelling unit.

Physically Possible Use

The probable use of a property is constrained by the physical conditions of the site. The subject site is mostly rectangular in shape. The soil conditions do not limit the development of the parcel. The topography is level, which allows structures to occupy the sites to any legal use. There is an access easement along the western boundary which gives this parcel more access points making it possible to attain its highest & best use. Utilities available in the area are phone, public water, sewer and electricity. There are no known physical limitations of the lot.

Financially Feasible Use

Based on information provided in the neighborhood section, the subject is located in the eastern periphery of commercial businesses Fairbanks. Its use is suitable for any two-family residential use. The possible and permissible use that will produce the highest present value is two-family residential which will take advantage of its location. Based upon activity within this neighborhood, two family residential usage would provide the property owner with the highest rate of return; therefore, two family residential usage if vacant, would be most likely.

Maximally Productive Use

The feasible choice for optimum physical use of the site is for a two-family residential use that would be enhanced by being in a residential area. Considering the physical and locational attributes of the site, the highest present worth of the land if it were presently vacant would be consistent with a two-family residential use.

In my opinion the highest and best use of the subject property, if vacant and ready for development, is for a two-family residential structure.

HIGHEST AND BEST USE OF LAND AS IMPROVED

The subject larger parcel is not improved. The subject property is vacant. In my opinion the highest and best use of the subject property as vacant, is for future development of a two-family residential subdivision.

Most Probable Buyer: an investor who is interested in the income stream generated by the property.

LAND VALUATION

Land is customarily appraised as if vacant and available for development to its highest and best use. The most reliable way to estimate the value of land such as that of the subject is by the Sales Comparison Approach. The Sales Comparison Approach is a method of estimating current Market Value whereby the subject property is compared with similar properties that have sold recently. Preferably, all properties are within the same area and have about the same Highest and Best Use. One premise of the Sales Comparison Approach is that the market will determine a price for the property being appraised in the manner that it determines prices of comparable, competitive properties. This approach applies the Principle of Substitution, wherein a well-informed buyer typically will pay no more for a property than what that person can buy a suitable substitute within a reasonable period of time. Essentially, the Sales Comparison Approach is a systematic procedure for carrying out comparative shopping. In this approach, the comparison is applied to the unique characteristics of real estate that cause its price to vary. The following sales were considered in the analysis of the subject's value. The "Fee Simple Interest" of the subject site is being valued. Neither of the Income Capitalization or Cost approaches is applicable.

Vacant land typically transacts on the basis of one or more-unit measurements such as price per square foot or price per acre. Land in the area is typically measured in price per square foot. The unit value of the subject will be valued in square feet. Following is a summary of land sales representative of the current market for land in the areas. Complete descriptions of each sale are located in the addenda.

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Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



STATE OF ALASKA
DEPARTMENT OF TRANSPORTATION
AND PUBLIC FACILITIES

SUMMARY OF COMPARABLE LAND SALES

PROJECT NAME: STEESE
EXPRESSWAY/JOHANSEN
EXPRESSWAY APPRAISALS
PROGRAM #: Z607320000
FEDERAL#: 0002337
PARCEL # 6 TCE 6

SALE NO.	GRANTOR/GRANTEE	ZONING	SALE PRICES	SIZE SF	UNIT VALUE per SF	REMARKS
6	Robert Fox Keogh Plan/ Michael P Kralman	GU-1	\$175,000	432,725sf (9.934ac)	\$0.40	NHN Tria Road, Fairbanks located off Peger Road south of Van Horn near the Tanana River. The surrounding area developed with industrial. Wetlands Sale Date: 2/25/2021
7	Thomas W Maher Living Trust/ Benjamin J & Tanya R Callahan	GU-1	\$230,000	548,246sf (12.586ac)	\$0.42	NHN Richardson Hwy, North Pole. Located on Richardson Hwy frontage Road. Surrounding uses are mix residential, industrial, commercial. Date Sale: 11/3/2021
8	Northrim Bank/ Genes Properties LLC	TF	\$350,000	543,237sf (12.471ac)	\$0.64	NHN TR-2 Spence Ave, Fairbanks, off Lazelle Road next to subject. Surrounding uses are residential, multifamily, commercial. Date of Sale: 7/21/2020
9	Associated Finance and Assurance Corporation/ Arctic Alaska Investments LLC	GU-1	\$300,000	358,800sf (8.2369)	\$0.84	NHN 30 th Ave, Fairbanks. Located off south Cushman St. Frontage on the Mitchell Expressway. Surrounding area is mi of commercial, multifamily and residential. Date of Sale 2/7/2023

Comparable No. 6 is a February 2021 sale and sold for \$175,000. It is located at NHN Tria Road off Peger Road south of Van Horn Road near the Tanana River. Surrounding uses are industrial. The site is zoned GU-1. The site is level and considered wetlands. The site is 432,725sf or 9.934 acres. The unit price paid was \$0.40/sf.

Comparable No. 7 is a November 2021 sale and sold for \$230,000. It is located at NHN Richardson Hwy off frontage road northwest of Rozak Road south of North Pole. There is good visibility to the Richardson Hwy. Surrounding uses are residential and commercial. It is 548,246sf or 12.586 acres. The unit price paid was \$0.42/sf.

Comparable No. 8 is a July 2020 sale and sold for \$350,000. It is located at NHN TR-A-2 Spence Ave which is accessed off D Street from Trainor Gate Road. A portion of the northerly boundary is adjacent to the subject. The surrounding uses are residential and multifamily. The unit price paid was \$0.64/sf.

Comparable No. 9 is a February 2023 sale and sold for \$300,000. It is located at NHN 30th Avenue off south Cushman Street with visibility to the Mitchell Expressway. The surrounding area is a mix of commercial, multifamily and residential lots. The unit price paid was \$0.84/sf.

Elements of comparison are the characteristics of properties and transactions that cause the prices paid for real estate to vary. The appraiser considers and compares the difference between the comparable properties and subject property that could affect its value. Adjustments for differences are made to the price of each comparable property to make the comparable sales equal to the subject. Since there is a limited supply of land sales that are applicable to this analysis, it is difficult to extract percentage or dollar adjustments by a paired sales comparison for each element of comparison. When a paired sales comparison is inadequate, lacking sufficient market support, the relative comparison method is substituted. Essentially, this type of analysis reflects the relationship of the sale to the appraised property without direct quantification. The sales are analyzed to determine whether the characteristics are inferior, equal, or superior to the appraised property. The adjustments are not expressed as a percentage or dollar amounts; rather a plus and minus relationship is indicated. The Dictionary of Real Estate Appraisal, published by the Appraisal Institute, defines this method as follows:

“A qualitative technique for analyzing comparable sales; used to determine whether the characteristics of a comparable property are inferior, superior, or equal to those of the subject property. Relative comparison analysis is similar to paired data analysis, but quantitative adjustments are not derived.”

Where applicable, the Relative Comparison technique uses the plus (+) and minus (-) method of comparison. When the sale is superior to the subject, there is a

minus (-) adjustment. When the sale is inferior to the subject, there is a plus (+) adjustment. Not all adjustments are given equal weight.

Financing

Financing arrangements can differ from otherwise identical properties. Cash equivalency analysis is a process where the sales prices of comparable properties that were sold with atypical financing terms are adjusted to reflect the typical market terms. Each of the land sales is considered to be cash or cash equivalent with typical market terms making no adjustment necessary.

Condition of Sale

This usually reflects the motivation of buyers and sellers. Typically, this is applied to sales that are not arms-length transactions; however, some arms-length sales may reflect motivations due to other factors, lack of exposure on the open market, or forced sales. No adjustments are necessary.

Market Conditions (Time)

Market conditions may change between the time of sale of a comparable property and the date of the appraisal of the subject property. Changed market conditions often result from various causes mainly changes in demand and supply. As the economy suffers the demand decreases. The trend is to lower real estate prices. As the economy increases in a community, the demand increases and the trend is

to raise real estate prices. Sales occur between 2020 and 2023 and no adjustments are necessary.

Location

Comparable No. 6 is located off Peger Road south of Van Horn Road in an industrial area and is adjusted upwards. Comparable No. 7 is located south of North Pole along the Richardson Hwy and adjusted upward. Comparable No. 8 is adjacent to the subject and no adjustment is made. Comparable No. 9 is located off south Cushman with visibility to the Mitchell Expressway and adjusted downward.

Shape/Access

The effects of the shape of a property vary with its probable use. The more irregular the shape of the property the more difficult it is to develop and less likely to be able to use all of the property. All the comparables are somewhat similar in shape, mostly rectangular, and no adjustments were made for shape. All comparables have developed access and are considered similar in access and no adjustments need to be made.

Size

As a general rule, unit price (\$/sf), tends to decrease as land area increases and vice versa. Parcels for commercial uses are less influenced by size because the value is measured more in the ability of how much the productivity of the land can be with the improvements. The subject is 12.48 acres and the comparables range from 8.2369 acres to 12.586 acres. No adjustments will be made for size differences.

COMPARABLE LAND SALES ADJUSTMENT GRID

	Comparable No. 6	Comparable No.7	Comparable No. 8	Comparable No. 9
Sale Price/Cash Equivalent Value	\$175,000	\$230,000	\$350,000	\$300,000
Size Sq.ft. (acres)	432,725sf (9.934ac)	548,246sf (12.586ac)	543,237sf (12.471ac)	358,800SF (8.2369ac)
Unit Price/sq.ft.	\$0.40	\$0.42	\$0.64	\$0.84
Market Condition of Sale	Normal	Normal	Normal	Normal
Date of Sale	2/2021	11/2021	7/2020	2/2023
Time Adjust	No adj.	No adj.	No. adj.	No adj.
Adjusted Sale Price/Sq.ft.	\$0.40	\$0.42	\$0.64	\$0.84
Location	Inferior+	Inferior+	Similar	Superior-
Shape	Similar	Similar	Similar	Similar
Access	Similar	Similar	Similar	Similar
Size	Similar	Similar	Similar	Similar
Overall Indicated \$/SF	+\$0.40/sf	+\$0.42/sf	\$0.64	-\$0.84

RECONCILIATION

Following is the analysis of the comparables that are considered indicative of the market value. Comparable Sale No. 8 is given the most weight.

SUMMARY AND CONCLUSION

The comparable sales selected are representative of market activity in neighborhood of the subject parcel. Using these comparable sales, each sale was compared to the subject and adjusted upwards or downwards to reflect the differences. Comparable No 6 is located in a more industrial area off Peger Road south of Van Horn and sets the lower limits. Comparable No 7 is located south of North Pole and adjusted upward for location. Comparable No 9 is a sale located in an area that is a mixture of commercial and residential and considered superior to the subject and sets the upper limits. Comparable No. 8 is adjacent to the subject and given the most weight. The indicated market value is \$0.64/sf fee simple interest.

To estimate the value of the area encumbered with the 50' wide access easement, the access easement is considered permanent in nature as it will be vacated with the dedication of the "D" Street Extension to Lazelle Road (Plat No. 2006-89). In terms of space, this type of easement encumbers all the surface use. The value of the easement is measured by what the property owner has lost from the bundle of rights, not what the grantee has gained. The access easement encumbers 90% of the fee simple interest.

Sale NO.	\$/sq.ft.	Adjustment	Analysis
6	\$0.40	Plus	Location inferior
7	\$0.42	Plus	Location inferior
8	\$0.64	Similar	Adjacent to subject
Subject	\$0.64		
9	\$0.84	Minus	Location superior

MARKET VALUE OF THE LARGER PARCEL BEFORE ACQUISITION

The market value would fall in this range of unit prices. The indicated market value of the fee simple interest is \$0.64/sf.

543,803sf- 34,366sf (access easement) = 509,437sf X \$0.64= \$326,039.68

34,366sf (access easement) X \$0.64/sf – 90%= \$ 2,199.42

Total \$328,239.10

DESCRIPTION OF THE ACQUISITION

ACQUISITION

Parcel 6: This is a partial acquisition of the larger parcel. Within the acquisition parcel there is an access easement where "D" Street has been extended. The area to be acquired is a total of 4,364sf. (1,595sf fee and 2,769sf encumbered with an access easement)

Parcel TCE-6: This is a Temporary Construction Easement acquisition. The area to be acquired as a temporary construction easement is 2,069sf.

FAIR MARKET VALUE OF TEMPORARY CONSTRUCTION EASEMENT ANALYSIS

In addition, the Property Interest to appraise is the Temporary Construction Easement (TCE). The temporary construction easement values are based on market rental rates. The term of the easement is to be a two-year term not necessarily consecutive month.

The purpose of this TCE is to provide a temporary area containing 2,069sf for the construction of the project but is not needed for the final design of the project.

In estimating an appropriate Fair Market Lease Rate, the appraiser has researched lease rates of public and private landowners within the State. Once an appropriate

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

lease rate was estimated, that lease rate was then applied to the Fair Market Value of the subject based on the price per sq.ft. developed in this report.

Based on my research, typical market rental rates range from a low of 6% to 12% of fair market value on an annual basis. The average rates for the 19 public agencies noted below is 8.75% while the average rate for private land owners is 8.25%.

Following is a list of public and private land leases statewide used to analyze a rental value for the subject:

Public Land Owner

Fairbanks North Star Borough	8%
University of Alaska	8%-10%
Alaska Railroad Corporation	8%-10%
Alaska Dept of Natural Resources	8%
Bureau of Indian Affairs	8%-12%
Bureau of Land Management-Alaska	8%-10%
US Forest Service-Alaska	5%-9%
City of Valdez	6%-10%
Municipality of Anchorage	9%-10%
City of Nome	10%
City of Cordova	9%-10%
City and Borough of Juneau	10%
City of Homer	8%-9%
City of Kodiak	8%
City of Kenai	6%-8%
City of Seward	8%
City of Skagway	8%
Kenai Peninsula Borough	8%
Matanuska-Susitna Borough	10%

Private Land Owner

Calais Corporation	7%-8%
Bristol Bay Native Corporation	7%-8%
Eklutna, Inc.	8%
Ounalaska Corporation	8%-12%

In my discussion with property managers throughout the state, the higher rates are typically charged for parcels that have commercial use where there is a high demand. While the lower rates are typically offered for properties where there are competing alternative available land or to foster development. The upper end of the range would be for areas with less available land and more strategic location for greater commercial use. The 6% to 10% rate range has been seen to stay constant. It is my opinion that the Fair Market Lease Rate would be at 10% of the fair market value of the site. Because the market is relatively flat and no anticipated change in the local economy, the chance of annual or periodic rent escalations are nil.

The temporary construction easement values are based on market rental rates similar to a lease. The term of the easement is to be a two-year term not necessarily consecutive month. The 10% lease rate established in this report is used to value the temporary construction easement.

TCE 6:

$$2,069\text{sf} \times \$0.64/\text{sf} = \$1,324.16$$

$$\text{Annual Rent: } \$1,324.16 \times 10\% \text{ lease rate} = \$132.416$$

$$\text{2-year Term: } \$132.416/\text{year} \times 2 \text{ years} = \$264.83$$

MARKET VALUE OF THE ACQUISITION AS A PART OF THE LARGER PARCEL

Parcel 6:

1,595sf fee simple X \$0.64/sf =	\$1,020.80
2,769sf access easement X \$0.64/sf – 90% =	<u>\$ 177.22</u>
Total acquisition	\$1,198.02

Parcel TCE 6: \$1,324.16 X 10% lease rate X 2 years = \$264.83

Improvement In the Acquisition Area

Approximately 1,375sf of pavement is in the acquisition area.

Local contractor estimated \$4.00/sf for depreciated pavement.

1,375sf X \$4.00 = \$5,500.00

VALUE OF THE REMAINDER AS PART OF THE WHOLE

Highest and Best Use of the Remainder: There is no change.

The value of the remainder land is the same. The market value of the remaining property after acquisition is not changed. Market data used in the valuation of the larger parcel are still comparable to the valuation of the remainder. After Value by Sales Comparison Approach is the same. The final estimate of land value of the remainder is \$0.64/sf.

**VALUATION OF THE REMAINDER AFTER ACQUISITION AS
AN INDEPENDENT PARCEL**

The size of the remainder parcel after acquisitions is 539,439sf.

The market value of the remaining property after acquisition as an independent parcel is not changed. Market data used in the valuation of the larger parcel before the acquisition are still comparable to the valuation of the remainder as an independent parcel. The final estimate of land value of the remainder is \$0.64/sf.

There are no net damages.

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Parcel Number 6, TCE6

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STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

MARKET VALUE OF THE ACQUISITION

1. Land	\$1,198.02
2. Improvement (Depreciated)	\$5,500.00
3. Net Damages,	-0-
4. Permits	-0-
5. Temporary Construction Easement	\$264.83
6. Fees underlying PLO or Section line easements	-0-
7. FF&E (Furniture, Fixture & Equipment)	-0-
8 Total Market Value of Acquisition	\$6,962.85

ADDENDA

- Engagement Document
- Opportunity to Accompany the Appraiser
- Certified Receipt of Letter to Property Owner
- Map of Comparable Sales
- Comparable Sales
- Cost-To-Cure Estimates
- FNSB Economic Trends
- Appraiser's License and Qualifications
- Title Report

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



Alaska Department of Transportation & Public Facilities

SMALL PROCUREMENT DOCUMENTS PART C - CONTRACT AWARD, NOTICE TO PROCEED & INVOICE SUMMARY

PSA No.: 25-23-1-042
Program No.: Z607320000
Federal No.: 0002337
NTP No.: 1

Contractor: Street, Guinn Appraisers
Project Title: Steese Expressway/Johansen Expressway Interchange Appraisals

CONTRACT AWARD & NOTICE TO PROCEED

You have been awarded this Agreement in accordance with Parts A, B & C of these documents, Statement of Services - Appendix B (dated 3/24/2023 and containing 6 pages), and the following correspondence:

From: Street, Guinn Appraisers, Chris Guinn, MAI, SRA, SRWA
To: DOT&PF, Contract Manager, Crystal Haman
Subject: Technical/Price Proposal
Date: 3/17/2023
Number of Pages: 10

This Agreement incorporates by reference the Small Procurement Standard Provisions Booklet dated January 2018. If you do not have a copy of the Standard Provisions Booklet, obtain one from the Contracting Agency. You are authorized to proceed with performance of this contract immediately and are required to complete it not later than: December 31, 2025. The Agency Manager for this Contract is: Crystal Haman Telephone: (907) 451-5423 Email: crystal.haman@alaska.gov Compensation for this Contract shall be by the method(s) and not exceed the authorized amount(s) shown in the Invoice Summary (below).

Issued for the Contracting Agency per ADOT&PF Policy #01.01.050 by:

Accepted for the Contractor by:

Signature Date
Name: Lauren Little, P.E., Acting Preconstruction Engineer

Signature Date
Name: Chris Guinn, MAI, SRA, SR/WA, Street, Guinn Appraisers
4/15/2023

INVOICE SUMMARY

This Invoice is for [] Progress OR [] Final Payment. Sequential Invoice Number for this Contract is: [].

* Each firm may be compensated for this Contract by only one of the following Methods of Payment (as explained in the Standard Provisions Booklet): Fixed Price (FP).....Amounts entered in Columns "c" and "g" only Cost Plus Fixed Fee (CPFF) Columns "c", "d", "e", "f" and "g" FP + Expenses (FPPE).....Columns "c", "e" and "g" only Time and Expenses (T&E) Columns "c", "e" and "g" only

Table with 7 columns: Firms (Prime & Subcontractors)*, Meth of Pay, Labor (or FP), Indirect Cost, Expenses, Fixed Fee, Total Price. Rows include Task 1 - Appraisal Report(s) for all parcels in Statement of Services and Total Contract Amounts Authorized for All Firms.

PAYMENT

Form containing fields for Template, Object Code, Activity Code, Phase, Program Code, Location, and contractor's payment request. Includes sections for Payment Recommended and Payment Approved with signature lines.

SEE INSTRUCTIONS ON NEXT PAGE

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

	STATE OF ALASKA DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES	PROJECT NAME: STEESE EXPRESSWAY/ JOHANSEN EXPRESSWAY INTERCHANGE PROGRAM #: Z607320000 FEDERAL#: 0002337 PARCEL #: 6 & TCE6
	OPPORTUNITY TO ACCOMPANY THE APPRAISER	

Owner's Name: City of Fairbanks

As owner (or owner's designated representative) of the above-described parcels of properties, I hereby acknowledge that Chris Guinn, a professional appraiser, has advised me that state and federal law require that I or my designated representative be given the opportunity to accompany the appraiser during the inspection of the property.

- I hereby decline the offer to inspect the property with the appraiser.
- I will accompany the appraiser during the inspection on _____, 2_____.
- I appoint the following person as my designated representative to accompany the appraiser on _____, 2_____.

Name _____

Telephone number: _____

- I accompanied the appraiser during the inspection on _____, 2_____.

Date _____, 2_____ Owner's Signature _____

APPRAISER'S DOCUMENTATION

Observations or concerns expressed by owner _____

- The owner refused to sign this form when I presented it on _____, 2_____.
- I was unable to locate the owner. I sent a written notice by certified mail to the last-known address on _____, 2_____, Certified Mail Number _____ (attach receipt).


Date _____, 2_____ Appraiser _____

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

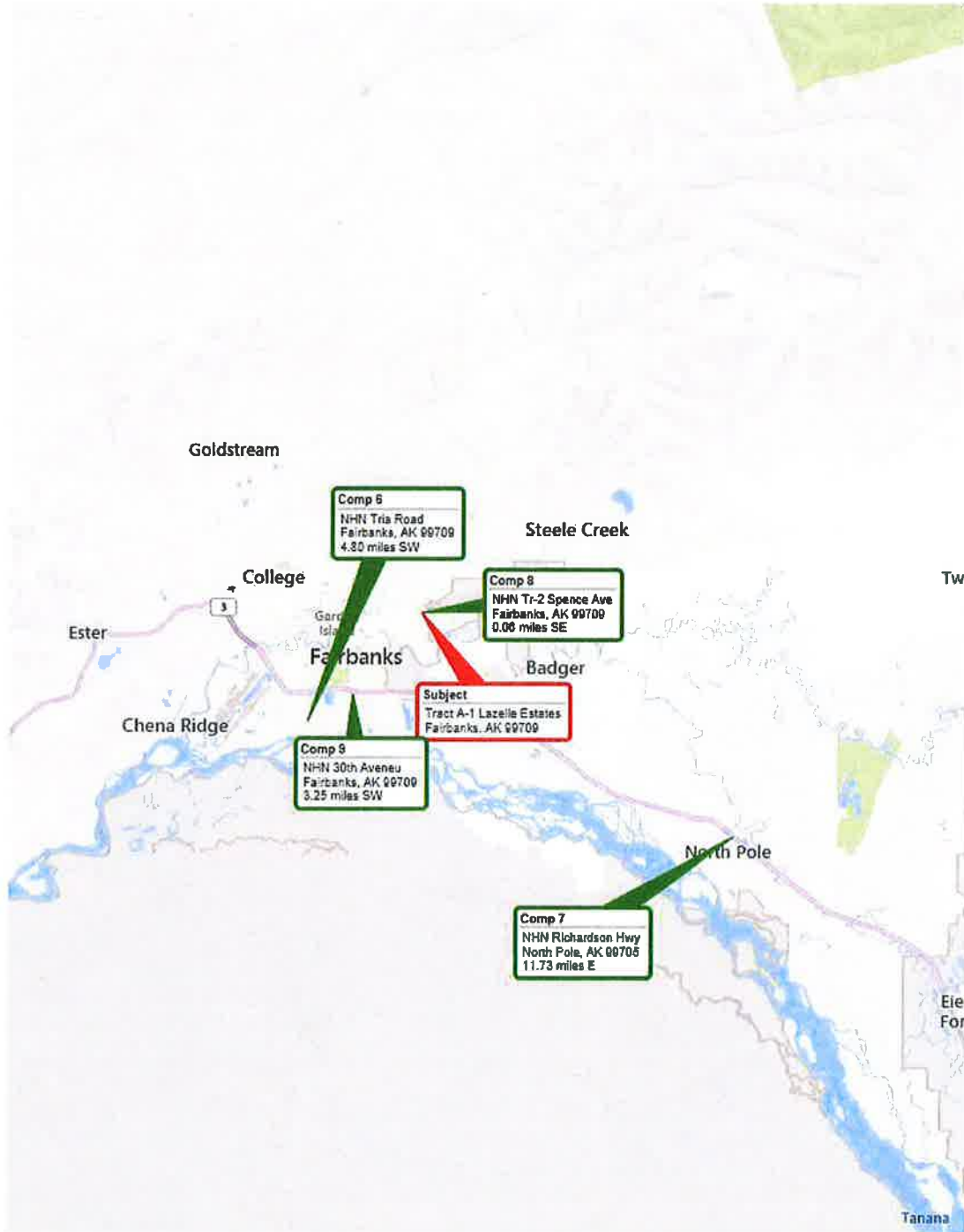
STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY													
<ul style="list-style-type: none"> ■ Complete Items 1, 2, and 3. ■ Print your name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Signature</p> <p>X <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p>													
<p>1. Article Addressed to:</p> <p><i>Bob Pristash</i> <i>800 Cushman St</i> <i>Fairbanks Ak 99701</i></p>  <p>9590 9402 6233 0265 3531 90</p>	<p>B. Received by (<i>Printed Name</i>)</p>	<p>C. Date of Delivery</p>												
<p>2. Article Number (<i>Transfer from</i>)</p> <p>9589 0710 5270 0653 7200 48</p>	<p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p>													
	<p>3. Service Type</p> <table border="0"> <tr> <td><input type="checkbox"/> Adult Signature</td> <td><input type="checkbox"/> Priority Mail Express®</td> </tr> <tr> <td><input type="checkbox"/> Adult Signature Restricted Delivery</td> <td><input type="checkbox"/> Registered Mail™</td> </tr> <tr> <td><input checked="" type="checkbox"/> Certified Mail®</td> <td><input type="checkbox"/> Registered Mail Restricted Delivery</td> </tr> <tr> <td><input type="checkbox"/> Certified Mail Restricted Delivery</td> <td><input type="checkbox"/> Signature Confirmation™</td> </tr> <tr> <td><input type="checkbox"/> Collect on Delivery</td> <td><input type="checkbox"/> Signature Confirmation Restricted Delivery</td> </tr> <tr> <td><input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)</td> <td></td> </tr> </table>		<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®	<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™	<input checked="" type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery	<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™	<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery	<input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)	
<input type="checkbox"/> Adult Signature	<input type="checkbox"/> Priority Mail Express®													
<input type="checkbox"/> Adult Signature Restricted Delivery	<input type="checkbox"/> Registered Mail™													
<input checked="" type="checkbox"/> Certified Mail®	<input type="checkbox"/> Registered Mail Restricted Delivery													
<input type="checkbox"/> Certified Mail Restricted Delivery	<input type="checkbox"/> Signature Confirmation™													
<input type="checkbox"/> Collect on Delivery	<input type="checkbox"/> Signature Confirmation Restricted Delivery													
<input type="checkbox"/> Insured Mail Restricted Delivery (over \$500)														

PS Form 3811, July 2020 PSN 7530-02-000-9053

Domestic Return Receipt

COMPARABLE SALES MAP



C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

COMPARABLE LAND SALE NO. 6

LOCATION: NHN Tria Road, Fairbanks, AK

LEGAL DESCRIPTION: Lots 1-7 Tanana Levee Industrial Park 2nd Addition

PAN #: 595258

GRANTOR: Robert Fox Keogh Plan

GRANTEE: Michael P Kralman

SALES PRICE: \$ 175,000

TERMS: Conventional

DATE OF SALE: 2/15/2021 SWD 2021-006318-0

LOT SIZE: 9.934 acres 432,725 sq.ft.

HIGHEST & BEST USE: Industrial

ACCESS: Paved

ZONING: GU-1 General Use

UTILITIES: Onsite water and sewer, electricity and telephone available.

EASEMENTS/ RESTRICTIONS: Typical Utility

CONFIRMED WITH: Robert Fox Alaskan Realty MLS 145717 Chris Guinn

PROPERTY DESCRIPTION: The site is located off Peger Road south of Van Horn near the Tanana River. There are seven lots. Land has been cleared in recent years and has an approved wetlands permit. Gravel can be obtained on site for construction. The site is level. The site sold for \$175,000.

Analysis: $\$175,000/9.934 = \$17,616/\text{acres}$ $\$175,000/432,725\text{sf} = \$0.40/\text{sf}$

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

COMPARABLE LAND SALE NO. 7

LOCATION: NHN Richardson Hwy, North Pole AK

LEGAL DESCRIPTION: TL 3434, Section 34 T1S, R1E FM

PAN #: 674774

GRANTOR: Thomas W Maher Living Trust

GRANTEE: Benjamin J and Tanya R Callahan

INSTRUMENT: SWD

DOCUMENT #:2022-000107-0 Date 1/04/2022

SALE PRICE: \$ 230,000

TERMS: Cash

DATE OF SALE: 11/3/2021

SIZE: 12.586 acres 548,246sf

HIGHEST & BEST USE: GU-1

ACCESS: frontage road off Richardson Hwy

ZONING: GU 1

UTILITIES: Onsite sewer and water, electricity and telephone available.

EASEMENTS/ RESTRICTIONS: Typical Utility

CONFIRMED WITH: Melissa Richardson NEXTHOME Arctic Sun MLS 138864 by
Chris Guinn

PROPERTY DESCRIPTION: This 12.586 acres is located off the Richardson Hwy on
the frontage road northwest of Rozak Road and across from the Old Richardson Hwy
and Rivers Wood business. Zoning is GU-1. The site is level and heavily forested.

The site sold for \$230,000

Analysis: $\$230,000/548,246\text{sf} = \$0.42/\text{sf}$. or $\$18,274/\text{acre}$

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

COMPARABLE LAND SALE NO. 8

LOCATION: NHN Tr A-2 Spence Ave, Fairbanks, AK

LEGAL DESCRIPTION: Tract A-2 Lazelle Estates Northern Addition

PAN #: 676326

GRANTOR: Northrim Bank

GRANTEE: Genes Properties LLC

SALES PRICE: \$ 350,000

TERMS: Cash

DATE OF SALE: 7/21/2020

SWD 2020-010716-0

LOT SIZE: 12.471 acres 543,237 sq.ft.

HIGHEST & BEST USE: Two Family, Multifamily Residential

ACCESS: Gravel from D Street ZONING: TF Two Family

UTILITIES: Public water and sewer, electricity and telephone available.

EASEMENTS/ RESTRICTIONS: Typical Utility

CONFIRMED WITH: Melody Macchione, Fairbanks Home Source MLS 133314
Chris Guinn

PROPERTY DESCRIPTION: The site is located off D Street from Trainor Gate Road. It turns into a gravel temporary gravel road extension between lots 84 and 109. This is a large 12.471 Acre Tract of land zoned Two Family. Surrounded by well-established neighborhoods. Excellent location close to shopping and other amenities. A portion of the northerly boundary is adjacent to the subject. The surrounding area is a mix of multifamily and residential lots with onsite utilities available. The site is level. The site sold for \$350,000.

Analysis: $\$350,000/12.471 = \$28,065/\text{acres}$ $\$350,000/543,237\text{sf} = \$0.64/\text{sf}$

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE



C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

COMPARABLE LAND SALE NO. 9

LOCATION: NHN 30th Avenue, Fairbanks, AK

LEGAL DESCRIPTION: Lots 1-52 Laurel Park Addition

PAN #: 484261

GRANTOR: Associated Finance and Assurance Corporation

GRANTEE: Arctic Alaska Investments LLC

SALES PRICE: \$ 300,000

TERMS: Cash

DATE OF SALE: 2/7/2023

SWD 2023-001239-0

LOT SIZE: 8.2369 acres 358,800 sq.ft.

HIGHEST & BEST USE: Commercial use

ACCESS: Paved

ZONING: GU-1 General Use

UTILITIES: Public water and sewer, electricity and telephone and gas available.

EASEMENTS/ RESTRICTIONS: Typical Utility

CONFIRMED WITH: Mike VanSickle Century 21 Gold Rush MLS 149062 Chris Guinn

PROPERTY DESCRIPTION: The site is located off 30th Avenue off south Cushman Street. Large 8.2369 acres subdivided into small lots. Great piece of commercial land with highway frontage. The surrounding area is a mix of commercial, multifamily and residential lots. The site is level. The site sold for \$300,000.

Analysis: $\$300,000/8.2369 = \$36,421/\text{acres}$ $\$300,000/358,800\text{sf} = \$0.84/\text{sf}$

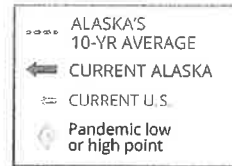
C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

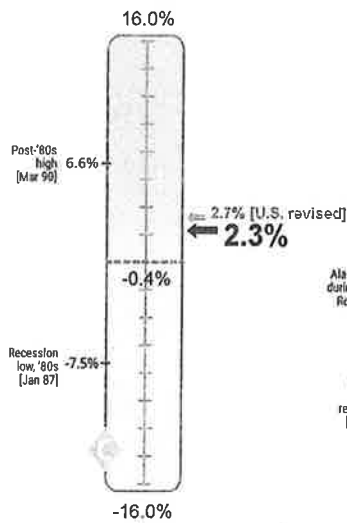


Gauging The Economy



Job Growth

April 2023
Over-the-year percent change

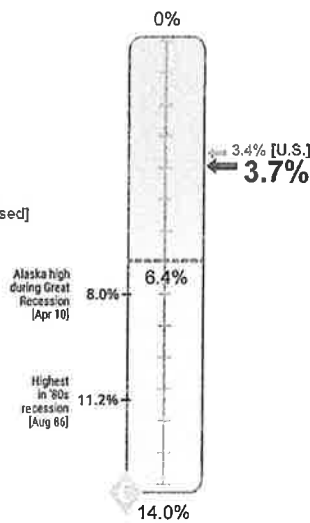


Alaska's April 2023 employment was 14.6 percent above April 2020, the first full month of COVID-related job losses.

U.S. employment, which was up 2.6 percent from April 2022, was 19.3 percent above its 2020 level in April.

Unemployment Rate

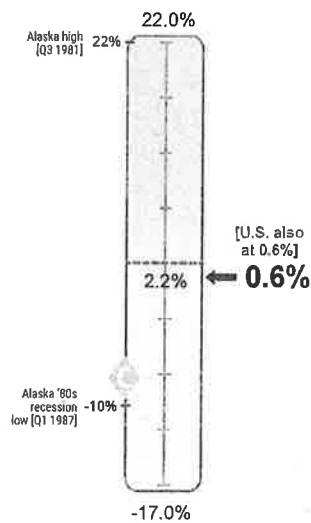
April 2023
Seasonally adjusted



Alaska's unemployment rate has been less useful as an economic measure during the pandemic and its aftermath because of data collection difficulties.

Wage Growth

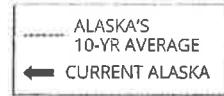
4th Quarter 2022
Over-the-year percent change



After being well down during the second and third quarters of 2020, total wages paid by Alaska employers climbed back above year-ago levels every quarter since the second quarter of 2021.

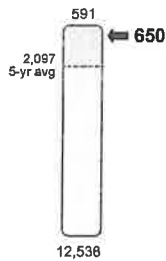
Wages were up 0.6 percent from year-ago levels in the third quarter of 2022 and 11.1 percent above third quarter 2019.

Gauging The Economy



Initial Claims

Unemployment, week ending May 13, 2023*

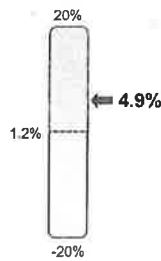


Unemployment claims jumped in the spring of 2020 with the pandemic as many businesses shut down or limited services. Pandemic-driven claims loads have fallen, and new claims for benefits are back below their long-term average.

*Four-week moving average ending with specified week

GDP Growth

4th Quarter 2022 Over-the-year percent change*

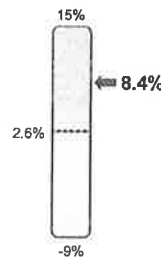


Gross domestic product is the value of the goods and services a state produces. Alaska's GDP fell hard in early 2020 but recovered most of those losses in 2021 and 2022.

*In current dollars

Personal Income Growth

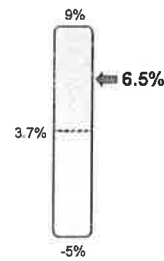
4th Quarter 2022 Over-the-year percent change



Personal income consists of three main parts: 1) wages and salaries; 2) dividends, interest, and rents; and 3) transfer payments (payments from governments to individuals).

Change in Home Prices

Single-family, percent change from prior year, Q4 2022*

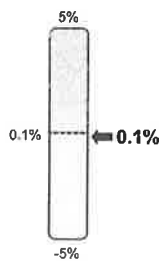


Home prices shown include only those for which a commercial loan was used. This indicator tends to be volatile from quarter to quarter.

*Four-quarter moving average ending with specified quarter

Population Growth

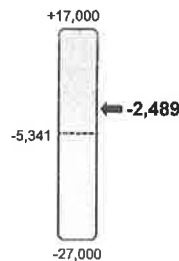
2021 to 2022



After four years of decline, Alaska's population grew slightly in 2021 and 2022, as natural increase (births minus deaths) slightly exceeded losses from migration.

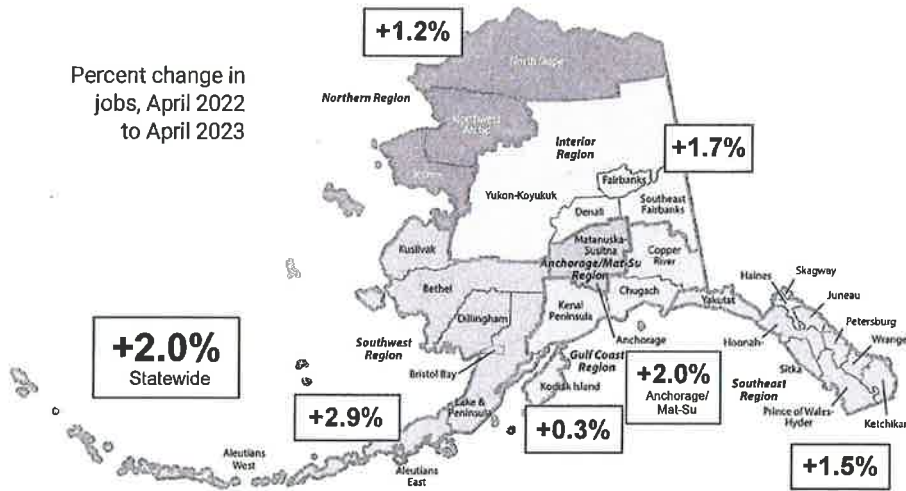
Net Migration

2021 to 2022



The state had net migration losses for the tenth consecutive year in 2022, although the losses have become smaller. Net migration is the number who moved to Alaska minus the number who left.

Employment by Region



Unemployment Rates

Seasonally adjusted

	Revised		
	4/23	3/23	4/22
United States	3.4	3.5	3.6
Alaska	3.7	3.7	4.1

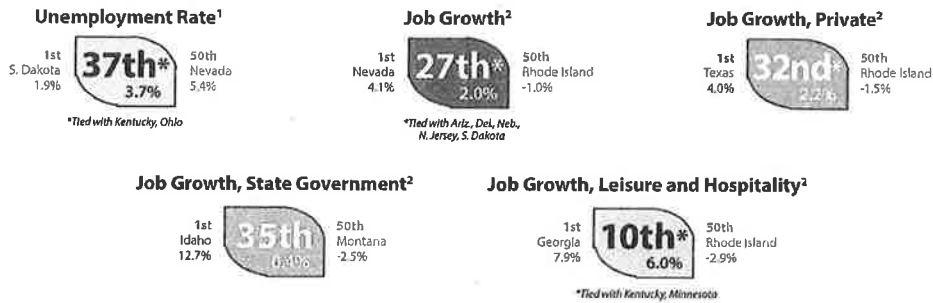
Not seasonally adjusted

	Revised		
	4/23	3/23	4/22
United States	3.1	3.6	3.3
Alaska	3.9	4.0	4.3

Regional, not seasonally adjusted

	Revised				Revised				Revised		
	4/23	3/23	4/22		4/23	3/23	4/22		4/23	3/23	4/22
Interior Region	3.9	4.0	4.4	Southwest Region	6.6	6.1	7.0	Southeast Region	3.4	4.0	3.7
Denali Borough	8.6	12.3	8.8	Aleutians East Borough	1.8	1.3	1.6	Haines Borough	6.8	8.4	6.6
Fairbanks N Star Borough	3.5	3.6	3.9	Aleutians West Census Area	2.7	1.8	2.9	Hoonah-Angoon Census Area	5.1	10.3	5.5
Southeast Fairbanks Census Area	4.9	5.4	5.9	Bethel Census Area	8.7	8.5	9.7	Juneau, City and Borough	2.5	2.6	2.8
Yukon-Koyukuk Census Area	8.9	9.2	9.2	Bristol Bay Borough	4.1	8.6	3.9	Ketchikan Gateway Borough	3.7	4.3	4.2
Northern Region	6.9	6.9	7.4	Dillingham Census Area	5.7	5.6	5.8	Petersburg Borough	4.7	4.9	6.7
Nome Census Area	6.8	6.9	7.7	Kodiak Island Borough	12.8	12.8	13.0	Prince of Wales-Hyder Census Area	6.3	7.3	5.5
North Slope Borough	4.6	4.1	5.1	Lake and Peninsula Borough	5.9	5.6	6.7	Sitka, City and Borough	2.6	2.9	2.7
Northwest Arctic Borough	9.5	9.9	9.7	Gulf Coast Region	4.5	4.9	4.7	Skagway, Municipality	5.1	9.3	6.2
Anchorage/Mat-Su Region	3.4	3.5	3.9	Kenai Peninsula Borough	4.5	5.0	4.8	Wrangell, City and Borough	4.8	4.8	5.2
Anchorage, Municipality	3.1	3.0	3.6	Kodiak Island Borough	3.5	3.0	3.8	Yakutat, City and Borough	4.9	7.0	4.6
Mat-Su Borough	4.4	4.9	4.9	Chugach Census Area	4.7	6.1	3.0				
				Copper River Census Area	8.6	9.5	10.0				

How Alaska Ranks



Note: State government employment includes the University of Alaska.

¹April seasonally adjusted unemployment rates

²April employment, over-the-year percent change

Sources: U.S. Bureau of Labor Statistics; and Alaska Department of Labor and Workforce Development, Research and Analysis Section

Other Economic Indicators

	Current	Year ago	Change
Urban Alaska Consumer Price Index (CPI-U, base yr 1982=100)	260.576 2nd half 2022	252.271	+3.3%
Commodity prices			
Crude oil, Alaska North Slope, * per barrel	\$82.83 Apr 2023	\$109.41	-24.3%
Natural gas, Henry Hub, per thousand cubic feet (mcf)	\$2.20 Apr 2023	\$6.71	-67.2%
Gold, per oz. COMEX	\$1,974.50 5/24/2023	\$1,871.40	+5.5%
Silver, per oz. COMEX	\$23.62 5/24/2023	\$21.87	+8.0%
Copper, per lb. COMEX	\$3.66 5/24/2023	\$4.31	-15.1%
Zinc, per lb.	\$1.04 5/24/2023	\$1.74	-40.2%
Lead, per lb.	\$0.91 5/24/2023	\$0.97	-4.1%
Bankruptcies			
Business	44 Q4 2022	50	-12%
Personal	4 Q4 2022	5	-20%
Personal	40 Q4 2022	45	-11.1%
Unemployment insurance claims			
Initial filings	3,395 Apr 2023	4,299	-21.0%
Continued filings	23,188 Apr 2023	21,977	5.5%
Claimant count	6,277 Apr 2023	6,624	-5.2%

*Department of Revenue estimate

Sources for this page and the preceding three pages include Alaska Department of Labor and Workforce Development, Research and Analysis Section; U.S. Bureau of Labor Statistics; U.S. Bureau of Economic Analysis; U.S. Energy Information Administration; Kitco; U.S. Census Bureau; COMEX; NASDAQ; Alaska Department of Revenue; and U.S. Courts, 9th Circuit

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

License #: APRG40
Effective: 5/12/2023
Expires: 06/30/2025

State of Alaska

Department of Commerce, Community, and Economic Development
Division of Corporations, Business, and Professional Licensing

Board of Certified Real Estate Appraisers

Licensee: **HOWARD CHRISTOPHER GUINN**

License Type: **Certified General Real Estate Appraiser**

Status: **Active**

Note: Approved supervisor effective 09/27/2021

Commissioner: Julie Sande

Relationships


Relation Type	License #	License Type	Owners/Entities	Name/DBA
Supervised Trainee	183963	Registered Trainee	WILLIAM BENBOW	

Designations

No designations found.

HOWARD CHRISTOPHER GUINN
3724 Swenson Ave.
Fairbanks, AK 99709

Wallet Card

State of Alaska Department of Commerce, Community, and Economic Development Division of Corporations, Business, and Professional Licensing Board of Certified Real Estate Appraisers HOWARD CHRISTOPHER GUINN As Certified General Real Estate Appraiser 		
License APRG40	Effective 5/12/2023	Expires 06/30/2025

C23-0226F

Parcel Number 6, TCE6

0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

CURRICULUM VITAE

HOWARD CHRISTOPHER GUINN, MAI, SRA, SR/WA

3724 Swenson Ave, Fairbanks, AK. 99709

| chrisguinn@ak.net | 907-479-7603 |

DESIGNATIONS | MAI (Member Appraisal Institute)

SRA (Senior Residential Appraiser)

SR/WA (Senior Right of Way Professional)

EXPERIENCE | OWNER, STREET GUINN REAL ESTATE APPRAISERS
FROM 1986 – CURRENT. COMMERCIAL & RESIDENTIAL
APPRAISER

MANAGER/ADMINISTRATOR, STATE OF ALASKA, DEPT OF NATURAL
RESOURCES, CHIEF OF LANDS, CHIEF LEASING OFFICER AND
CHIEF OF PERMITTING, DIVISION OF LAND AND WATER,
NORTHERN REGION
FROM 1975 – 1986

CHIEF OF CURRENT PLANNING, FNSB PLANNING DEPARTMENT
FROM 1971 – 1975

Court Appointed Master and Appraiser of record in several Hearings

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

PROFESSIONAL
ACTIVITIES

FORMER MEMBER, STATE OF ALASKA, BOARD OF CERTIFIED REAL ESTATE APPRAISERS

FORMER MEMBER, FAIRBANKS NORTH STAR BOROUGH BOARD OF EQUALIZATION

FORMER INSTRUCTOR, UNIVERSITY OF ALASKA, FAIRBANKS PART-TIME

MEMBER, FAIRBANKS BOARD OF REALTORS

MEMBER, APPRASIAL INSTITUTE

FORMER PRESIDENT, IR/WA CHAPTER 71

FORMER PRESIDENT, INTERIOR APPRAISERS' ASSOCIATION

FORMER PRESIDENT, ALASKA CHAPTER, APPRAISAL INSTITUTE 1998

FORMER NATIONAL CHAIRMAN, IRWA VALUATION COMMITTEE

CHAIRMAN, FAIRBANKS NORTH STAR BOROUGH PLANNING COMMISSION 2015-2017

MEMBER, STATE OF ALASKA MENTAL HEALTH LAND SETTLEMENT PANEL

EDUCATION

UNIVERSITY OF ALASKA, FAIRBANKS, FAIRBANKS ALASKA M.B.A. (1977)

WESTERN MICHIGAN UNIVERSITY, MICHIGAN B.B.A (1967)

APPRASIAL INSTITUTE, COURSE NAMES AVAILABLE ON REQUEST

INTERNATIONAL RIGHT OF WAY, COURSE NAMES AVAILABLE ON REQUEST

ARBITRATION &
MASTERS HEARINGS

I have participated in numerous arbitration issues, not only as the appraiser of record, but also as a chairman of a panel charged with the resolution of the valuation issues.

With the exception of a Master's appointment to settle a private eminent domain case, all of my Master's appointments have been by the State of Alaska and Municipalities. I have conducted several masters' hearings, and have been the appraiser of record in other cases. As an exercise, I was the Master in the International Right of Way Association's mock trial of an actual case.

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

License #: APRG383
Effective: 6/4/2021
Expires: 08/30/2023

State of Alaska

Department of Commerce, Community, and Economic Development
Division of Corporations, Business, and Professional Licensing

Board of Certified Real Estate Appraisers

Licensee: **CONNIE L. HORTON**

License Type: **Certified General Real Estate Appraiser**

Status: **Active**

Commissioner: Julie Anderson

Relationships

No relationships found.

Designations

No designations found.

CONNIE L. HORTON
1357 E CHILTON DRIVE
TEMPE, AZ 85283

Wallet Card

State of Alaska Department of Commerce, Community, and Economic Development Division of Corporations, Business, and Professional Licensing Board of Certified Real Estate Appraisers		
CONNIE L. HORTON As Certified General Real Estate Appraiser		
License APRG383	Effective 6/4/2021	Expires 08/30/2023

C23-0226F

Parcel Number 6, TCE6
0002337/Z607320000

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

Real Estate Appraiser and Consultant

Connie Horton, Horton Appraisal Services, LLC
1357 E Chilton Dr, Tempe, AZ 85283
Telephone: 602-397-6743
Email: 71horton@gmail.com

QUALIFICATIONS

LICENSES & CERTIFICATIONS

- State Certified General Real Estate Appraiser No.383
- o State Certified General Real Estate Agent

EXPERIENCE

- o Lead Appraiser and Contract Manager for Dept. of Transformation
 - State of Alaska - 25 years
- o Appraiser in the private sector - 10 years.
- o Appraisal of a wide mixture of real estate Commercial, Residential, Industrial, Land, both accessible and inaccessible.
- o Appraisal for purposes of eminent domain and condemnation, leases, and mortgage lending
- o Experience as an Expert Witness

APPRAISAL CLIENTS

State of Alaska DOT/PF
U.S. Army Corps of Engineers (USACE)
Key Bank
Denali State Bank

Mt McKinley Bank
Northrim Bank
Spirit of Alaska Credit Union
Wells Fargo Bank
Alaska USA Federal Credit Union

EDUCATION

Appraisal Institute
International Right of Way
University of Alaska

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

Education Summary

Real Estate Finance, Statistics, and Valuation Modeling	Appraisal Institute	12/05/2022	14
Inconsistency: It's Hiding in Plain Sight in your Appraisal	Appraisal Institute	9/28/2022	7
USPAP Update	Appraisal Institute	1/13/2022	7
Business Practices and Ethics		11/20/2021	7
Contract or Effective Rent: Finding the Real Rent	Appraisal Institute	11/06/2021	4
Artificial Intelligence, AVMs and Blockchain: Implications for Valuation	Appraisal Institute	2/05/2021	4
Using Spreadsheet Programs in Real Estate Appraisals-The Basics	Appraisal Institute	5/18/2020	7
USPAP Update	Appraisal Institute	12/11/2019	7
Condemnation Appraising: Principles & Application	Appraisal Institute	2/28/2018	21
USPAP Update	Appraisal Institute	2/07/2018	7
The Appraiser as an Expert Witness	Appraisal Institute	3/16/2017	14
Small Hotel/Motel Valuation	Appraisal Institute	4/18/2016	7
USPAP Update	McKissock	1/25/2017	7
Using Spreadsheet Programs in Real Estate Appraisals	Appraisal Institute	1/22/2015	7
Appraising Condos, Co-ops & PUD	Appraisal Institute	4/25/2014	7
Uniform Appraisal Dataset After Effects	Appraisal Institute	4/24/2014	7
USPAP Update	King & Associates	1/29/2014	7
Energy Efficiency for Appraisals	Cotter & Noson Consulting	2/7/2014	2
Uniform Appraisal Standards for Federal Land Acquisitions	Appraisal Institute	2/05/2013	14
Comparative Analysis	Appraisal Institute	1/23/2013	7
Subdivision Valuation	Appraisal Institute	12/05/2012	7
USPAP	King & Associates	2/27/2012	7
Current Issues & Regulatory Updates Affecting Appraisers	King & Associates	8/22/2011	7
USPAP	Appraisal Institute	2/25/2011	7
Appraisal in Eminent Domain	International Right of Way Association	11/16/2010	7
Appraisal Curriculum Overview	Appraisal Institute	6/14/2010	15
Appraisal Challenges: Declining Markets & Sales	Appraisal Institute	6/24/2009	7
USPAP	Appraisal Institute	6/22/2009	7
Appraisal of Local Retail Properties	Appraisal Institute	2/8/2008	7
Subdivision Valuation	Appraisal Institute	2/7/2008	7
Apartment Appraisal: Concepts & Applications	Appraisal Institute	2/22/2007	15
Analyzing Operation Expenses	Appraisal Institute	2/21/2007	7
USPAP	King	2/26/2007	7
Apartment Appraisals	Appraisal Institute	2/22/2007	15
USPAP	International Right Of Way Association	6/6/2005	7
The Road Less Traveled: Special Purpose Properties	Appraisal Institute	2/27/2004	7
Appraisal of Nonconforming Uses	Appraisal Institute	2/26/2004	7
Partial Interest Valuation Divided	Appraisal Institute	2/25/2004	7
Subdivision Analysis	Appraisal Institute	2/24/2004	7
USPAP	Appraisal Institute	2/13/2003	15
Land Valuation Adjustment Procedures	Appraisal Institute	11/22/2002	7
Land Valuations Assignments Workshop	Appraisal Institute	11/23/2002	7
Easement Valuation	International Right of		

STEESE EXPRESSWAY/JOHANSEN EXPRESSWAY INTERCHANGE

	Way Association	3/10/2002	7
Principles of Real Estate Law	Appraisal Institute	10/25/01	15
Partial Interest Valuation –Divided & Undivided			
Valuation	Appraisal Institute	5/10/2001	15
Principles of Real Estate	International Right of		
	Way Association	4/2/2001	16
Easement Valuation	International Right of		
	Way Association	3/10/2001	7
Valuation of Detrimental Conditions in Real Estate	Appraisal Institute	3/22/99	7
Special Purpose Properties: The			
Challenge of Real Estate Appraising In			
Limited Markets	Appraisal Institute	3/23/99	7
Eminent Domain and Condemnation Appraising	Appraisal Institute	7/18/99	7
Valuation of Contaminated Properties	International Right of		
	Way Association	6/1/99	7
Appraising 1-4 Family Income Properties	Appraisal Institute	2/14/97	7
Standards of Professional Practice	Appraisal Institute	11/06/96	15
Appraisal Practices for Litigation	Appraisal Institute	5/16/95	7
The Appraiser as Expert Witness	Appraisal Institute	5/17/95	7
Mock Trial	Appraisal Institute	5/18/95	7
Valuation of Leasehold Interests	Appraisal Institute	12/10/93	7
Basic Income Capitalization	Appraisal Institute	6/17/94	36
Market Extractions	Appraisal Institute	4/2/93	7
Appraising Troubled Properties	Appraisal Institute	4/1/93	7
Skills of Expert Testimony	International Right		
	Of Way Association	3/18/93	8
Valuation of Environmentally Impacted Properties	International Right		
	Of Way Association	3/19/93	8
Report Writing and Valuation Analysis	Appraisal Institute	2/7/92	40
Standards of Professional Practice Part A	Appraisal Institute	5/18/91	15
Easement Valuation	International Right		
	Of Way Association	3/2/91	7
Land Titles	International Right		
	Of Way Association	4/7/90	7
Property Descriptions	International Right		
	Of Way Association	3/18/89	7
Interpreting Engineering Drawings	International Right		
	Of Way Association	3/25/89	7
Legal Aspects of Easements	International Right		
	Of Way Association	7/30/88	7
Residential Valuation	Appraisal Institute	5/24/86	36
Real Estate Appraisal Principles	Appraisal Institute	5/17/86	36

NOTE: The course title "Real Estate Appraisal Principles" was changed to "Appraisal Principles" and "Residential Valuation" was changed to "Appraisal Procedures" when AIREA, American Institute of Real Estate Appraisers, became AI, Appraisal Institute.

Sponsored by: Councilmember Cleworth*
Councilmember Marney
Councilmember Sprinkle
Councilmember Therrien
Councilmember Ringstad
*indicates original sponsor
Date: June 8, 2026

ORDINANCE NO. 6350

AN ORDINANCE ENACTING FAIRBANKS GENERAL CODE CHAPTER 70, ARTICLE II, SECTION 70-63, REQUIRING A REQUEST FOR PROPOSALS AND CERTAIN PROCEDURES TO AID IN THE SOLICITATION AND SELECTION OF LONG-TERM LESSEES OF CITY-OWNED PROPERTY

WHEREAS, Alaska Statute § 29.35.090, along with City of Fairbanks Charter, § 8.3, and Fairbanks General Code, § 70-42(b), provide that the disposition of any City interest in real property requires the approval of the City Council by ordinance; and

WHEREAS, when it is in the City's interest to do so, the City periodically offers leaseholds of city-owned properties to individuals and entities under that authority; and

WHEREAS, a public, transparent process can encourage competition and, when beneficial, collaboration, to help ensure the best interests of the City are obtained.

NOW, THEREFORE, BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows:

SECTION 1. A new section, Section 70-63, long-term use of city-owned real property, is added to Fairbanks General Code Chapter 70, Article II, Section 70-63 as follows:

Sec. 70-63. - Long-term use of city-owned real property.

- (a) A Request for Proposals (RFP) must be used to solicit proposals from parties interested in leasing city-owned property. The RFP must be presented to council prior to its release and prior to the introduction of any ordinance proposing that the city lease specific city-owned property.
- (b) The RFP must include the following:
 - (1) date, time, and place for delivering proposals;
 - (2) a requirement that the offeror provides proof of valid business licenses with both the State of Alaska and City of Fairbanks; and
 - (3) a description of the factors that will be considered when evaluating the proposals received, including the relative importance of the factors.

- (c) Notice of the RFP must be given in accordance with procedures under section 54-164. If a shorter notice period is necessary for a particular RFP required under this section, that determination will be made in writing, by the Purchasing Agent. The Purchasing Agent may use additional means considered appropriate to notify prospective offerors of the intent to enter into a lease agreement through competitive sealed proposals.
- (d) The Purchasing Agent must ensure that proposals received under this section are handled in accordance with the procedures in sections 54-203 and 54-204.

SECTION 2. The effective date of this Ordinance is six days after adoption.

MINDY O'NEALL, Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, MMC, City Clerk

Thomas A. Chard II, City Attorney



Mindy O'Neall, Mayor

12 June 2026

Council,

In preparation for **Ordinance 6350 Requiring RFPs for long-term leases and city-owned property**, I wanted to provide you with some information that may help aid in our discussion.

The attached report lists property owned by the City of Fairbanks. The listing comes from the Borough's Assessing Department and is up to date as of 12/4/25.

Some of these properties are currently occupied or used by long-term lessees such as the Fairbanks Senior Center, Lavery Transportation Center, or the parking lot adjacent to the Courthouse. Some are used by the City such as the Fire Training Center and Golden Heart Plaza. Other properties remain vacant.

Under our City Charter and City Code, the Council authorizes the sale, lease, exchange, or other disposition of city-owned property through an ordinance. Traditionally, the Administration has imagined and developed best-use cases for Council to consider.

What I've heard more recently as we've engaged in that process:

- Concern about being brought into discussions near the end of the process.
- A desire to establish certain policy restrictions or expectations up front.
- Questions regarding fairness, public benefit, and market-value leasing.
- The view that some properties might be better sold outright.
- Interest in leveraging City-owned property to support broader community goals or partnerships.

The underlying intent of the ordinance from what has been discussed by the sponsors is to ensure transparency, consistency and communication between the Administration and the Council, however the practical effect of the ordinance would place the Council in a position of reviewing administration procurement documents on a case-by-case basis, adding additional steps, delays and unnecessary procedural burdens that may not ultimately serve the City's broader interests.

More importantly, the concerns expressed in recent conversations point to a larger and more fundamental question: **What is the Council's vision for the long-term stewardship and use of City-owned property?**

Having a broader conversation about how to use City-owned property to offer the best benefit for the community and its residents would help incorporate the Council's vision and values into the process while also helping to address some of the concerns. With those perspectives in mind, the Administration can seek out opportunities that better align with the Council's vision for Fairbanks. Clear policy guidance from the council will allow the Administration to design opportunities, develop RFP's with professional on-staff expertise, and negotiate terms that reflect the community's





Mindy O'Neall, Mayor

priorities, without drawing the Council into routine administrative tasks or slowing down the City's ability to respond to opportunities.

I hope the Council will consider a few questions to frame this discussion:

- What are the overarching goals for the use or disposition of City-owned property?
- What expectations does the Council have around public benefit, economic development, and community partnerships?
- What general parameters or restrictions should apply across property types? Are they different or the same depending on the property?
- Can the Council provide guidance on when competitive processes (such as RFPs) should be required?
- How and when would Council like to be engaged during the early-stage concept development?

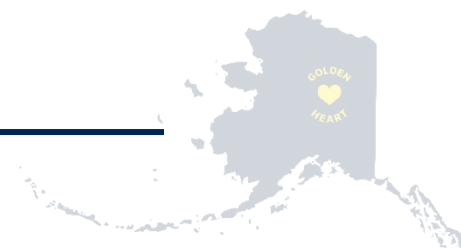
Given these varied considerations, this work session is an opportunity to discuss the broader approach the City should take when evaluating the use, lease, or sale of City-owned property. Establishing general guidance may help provide clarity for future proposals and support consistent evaluation of opportunities as they arise, while preserving the Administration's ability to handle procurement and operational processes consistent with Charter and Code.

My hope is that by providing these questions in advance, as well as an updated list of city inventory, we have an opportunity to objectively frame the discussion in a broader sense to meet the needs of our community together.

I am available at any time for the Council to discuss this further, or to be of any assistance.

Thank you,

Mindy O'Neall
Mayor



CITY OF FAIRBANKS PROPERTY OWNERSHIP PER FNSB RECORDS

JEFF WHIPPLE 12/4/25

OBJECT		Parcel							
ID	Record Name	PAN	Type	Subdivision	Block	Lot	Business		
1	tbd parcels doc 01S01W15_obj4968	573761	Lot	BJERREMARK	06	03A			
2	1950-119146	683292	Lot	BJERREMARK	06	02			
3	1950-119146	683341	Lot	BJERREMARK	06	15			
4	1950-119146	683331	Lot	BJERREMARK	06	14			
5	tbd parcels doc 01S01W15_obj6243	53988	Lot	BJERREMARK	50	10			
6	1950-119146	683321	Lot	BJERREMARK	06	13			
7	1950-119146	683301	Lot	BJERREMARK	06	11			
8	tbd parcels doc 01S01W15_obj7255	105180	Lot	US SURVEY 3148		119			
9	1950-119146	683282	Lot	BJERREMARK	06	01			
10	1950-119146	683351	Lot	BJERREMARK	06	16			
11	tbd parcels doc 01S01W15_obj7502	54135	Lot	BJERREMARK	50	C25&			
12	tbd parcels doc 01S01W15_obj7529	52477	Lot	WOODLAWN ACRES	35	PARK			
13	tbd parcels doc 01S01W11_obj9957	598602	Lot	FAIRBANKS TOWNSITE	89	21			
14	tbd parcels doc 01S01W10_obj10109	531472	Lot	FAIRBANKS TOWNSITE	122	1A	City Fire Department		
15	tbd parcels doc 01S01W10_obj10286	43184	Lot	RICKERT	212	04			
16	tbd parcels doc 01S01W11_obj10526	595955	Lot	FAIRBANKS TOWNSITE	71	09			
17	tbd parcels doc 01S01W11_obj10744	598612	Lot	FAIRBANKS TOWNSITE	89	22			
18	tbd parcels doc 01S01W11_obj10756	484539	Lot	HAMILTON ACRES RESERVE		A			
19	tbd parcels doc 01S01W11_obj10768	68756	Lot	GRAEHL TOWNSITE	D	01&			
20	tbd parcels doc 01S01W10_obj10937	32395	Lot	FAIRBANKS TOWNSITE	39	05A			
21	tbd parcels doc 01S01W10_obj11058	28827	Lot	FAIRBANKS TOWNSITE	04	03	Golden Heart Plaza		
22	tbd parcels doc 01S01W10_obj11298	34975	Lot	FAIRBANKS TOWNSITE	66A	06W			
23	tbd parcels doc 01S01W11_obj11365	43338	Lot	FAIRBANKS TOWNSITE	B		Clay Street Cemetary		
24	tbd parcels doc 01S01W10_obj11451	32409	Lot	FAIRBANKS TOWNSITE	39	05B			
25	tbd parcels doc 01S01W10_obj11480	32328	Lot	FAIRBANKS TOWNSITE	39	01&	SAVOY BAR L&F ENT LACEY 423 2N		
26	tbd parcels doc 01S01W10_obj11486	30155	Lot	FAIRBANKS TOWNSITE	12	01C	POLARIS GIFT 427 1ST AVE		
27	tbd parcels doc 01S01W10_obj11595	528242	Lot	FAIRBANKS TOWNSITE	12	02A			
28	tbd parcels doc 01S01W10_obj11635	40371	Lot	FAIRBANKS TOWNSITE	111	09			
29	tbd parcels doc 01S01W10_obj11678	39551	Lot	FAIRBANKS TOWNSITE	104A		City Hall & Fairbanks Police Department		
30	tbd parcels doc 01S01W11_obj11747	598594	Lot	FAIRBANKS TOWNSITE	89	20			
31	tbd parcels doc 01S01W11_obj11874	595945	Lot	FAIRBANKS TOWNSITE	71	08E&			
32	tbd parcels doc 01S01W10_obj11972	32328	Lot	FAIRBANKS TOWNSITE	39	01&	SAVOY BAR L&F ENT LACEY 423 2N		
33	tbd parcels doc 01S01W10_obj12058	528251	Lot	FAIRBANKS TOWNSITE	12	03			
34	tbd parcels doc 01S01W10_obj12173	32336	Lot	FAIRBANKS TOWNSITE	39	02A&			
35	tbd parcels doc 01S01W10_obj12261	28495	Lot	FAIRBANKS TOWNSITE	02	05A			
36	tbd parcels doc 01S01W10_obj12271	28649	Lot	FAIRBANKS TOWNSITE	02	15&			
37	tbd parcels doc 01S01W10_obj12284	28509	Lot	FAIRBANKS TOWNSITE	02	05B&			
38	tbd parcels doc 01S01W10_obj12291	28584	Lot	FAIRBANKS TOWNSITE	02	11&			
39	tbd parcels doc 01S01W10_obj12314	30147	Lot	FAIRBANKS TOWNSITE	12	01B			
40	tbd parcels doc 01S01W10_obj12752	28649	Lot	FAIRBANKS TOWNSITE	02	15&			
41	tbd parcels doc 01S01W10_obj12775	28487	Lot	FAIRBANKS TOWNSITE	02	04&			
42	tbd parcels doc 01S01W11_obj12806	62154	Lot	CHENA RIVER ADDI	03B	04	ACREATED LAND FROM USA/BLM		
43	2018-012348-0	675693	Lot	FAIRBANKS TOWNSITE	12	09&			
44	tbd parcels doc 01S01W10_obj12946	28835	Lot	FAIRBANKS TOWNSITE	04	04	Golden Heart Plaza		
45	tbd parcels doc 01S01W10_obj13189	32387	Lot	FAIRBANKS TOWNSITE	39	04B			

46	tbd parcels doc 01S01W10_obj13196	32417	Lot	FAIRBANKS TOWNSITE	39	06	
47	tbd parcels doc 01S01W10_obj13259	28584	Lot	FAIRBANKS TOWNSITE	02	11&	
48	tbd parcels doc 01S01W11_obj13300	527220	Lot	FAIRBANKS TOWNSITE	02	14A	
49	tbd parcels doc 01S01W11_obj13333	580279	Lot	CHENA RIVER ADDI	03B	03&	
50	tbd parcels doc 01S01W10_obj13343	32336	Lot	FAIRBANKS TOWNSITE	39	02A&	
51	tbd parcels doc 01S01W10_obj13527	28525	Lot	FAIRBANKS TOWNSITE	02	07A	
52	tbd parcels doc 01S01W10_obj13646	28517	Lot	FAIRBANKS TOWNSITE	02	06	
53	tbd parcels doc 01S01W10_obj13664	28509	Lot	FAIRBANKS TOWNSITE	02	05B&	
54	tbd parcels doc 01S01W10_obj13684	28622	Lot	FAIRBANKS TOWNSITE	02	14B	
55	tbd parcels doc 01S01W10_obj13769	28541	Lot	FAIRBANKS TOWNSITE	02	09	
56	tbd parcels doc 01S01W11_obj14192	28631	Lot	FAIRBANKS TOWNSITE	02	14C	
57	tbd parcels doc 01S01W10_obj14273	28533	Lot	FAIRBANKS TOWNSITE	02	08	
58	tbd parcels doc 01S01W11_obj14297	603183	Lot	CHENA RIVER ADDI	01C	06AW&	
59	tbd parcels doc 01S01W03_obj14604	60135	Lot	CHARLES SLATER	03	09	
60	tbd parcels doc 01S01W10_obj14700	28479	Lot	FAIRBANKS TOWNSITE	02	02&	
61	tbd parcels doc 01S01W03_obj14728	60127	Lot	CHARLES SLATER	03	08	
62	tbd parcels doc 01S01W11_obj14746	603173	Roadway	CHENA RIVER ADDI	01C	01A&CL	
63	tbd parcels doc 01S01W10_obj14782	527203	Lot	FAIRBANKS TOWNSITE	02	10	
64	tbd parcels doc 01S01W03_obj15858	84506	Lot	LEMETA	28	14	LEMETA PLAYGROUND
65	tbd parcels doc 01S01W01_obj17255	589675	Tax Lot	1S 1W	01	103	
66	tbd parcels doc 01S01W16_obj26462	483826	Tract	ASLS 80 64	K		Fire Training Facility
67	1993-128	470791	Lot	ASLS 80-21		01B	Moore Street Seniors
68	tbd parcels doc 01S01W10_obj27751	42510	Lot	FAIRBANKS TOWNSITE	130	01A2	
69	tbd parcels doc 01S01W10_obj27787	601610	Lot	WEEKS FIELD	135	01&	
70	tbd parcels doc 01S01W10_obj28950	634288	Lot	NORTH ADDITION	07	A	
71	tbd parcels doc 01S01W15_obj35150	99562	Lot	SOUTH CUSHMAN	01	02	
72	B1013, P158	672357	Roadway	FAIRBANKS TOWNSITE	86A	01NE	
73	1950-119146	683311	Lot	BJERREMARK	06	12	
74	tbd parcels doc 01S01W15_obj40877	99554	Lot	SOUTH CUSHMAN	01	01	
75	tbd parcels doc 01S01W15_obj40891	52311	Lot	WOODLAWN ACRES	35	09	
76	tbd parcels doc 01S01W11_obj42121	62171	Lot	CHENA RIVER ADDI	04B	02	R/W STEESE EXPRESSWAY
77	tbd parcels doc 01S01W10_obj42236	32361	Lot	FAIRBANKS TOWNSITE	39	03D	
78	tbd parcels doc 01S01W11_obj42419	62162	Lot	CHENA RIVER ADDI	04B	01	R/W STEESE EXPRESSWAY
79	tbd parcels doc 01S01W10_obj42469	32379	Lot	FAIRBANKS TOWNSITE	39	04A	
80	tbd parcels doc 01S01W10_obj42472	32425	Lot	FAIRBANKS TOWNSITE	39	07	
81	tbd parcels doc 01S01W10_obj42487	28461	Lot	FAIRBANKS TOWNSITE	02	01&	
82	tbd parcels doc 01S01W10_obj42545	28479	Lot	FAIRBANKS TOWNSITE	02	02&	
83	tbd parcels doc 01S01W10_obj42548	28584	Lot	FAIRBANKS TOWNSITE	02	11&	
84	tbd parcels doc 01S01W10_obj42572	28479	Lot	FAIRBANKS TOWNSITE	02	02&	
85	tbd parcels doc 01S01W10_obj42585	32352	Lot	FAIRBANKS TOWNSITE	39	03B	
86	tbd parcels doc 01S01W10_obj42600	32344	Lot	FAIRBANKS TOWNSITE	39	03A	
87	tbd parcels doc 01S01W10_obj42605	30163	Lot	FAIRBANKS TOWNSITE	12	02B	
88	tbd parcels doc 01S01W11_obj42611	580287	Lot	CHENA RIVER ADDI	03B	02&	
89	tbd parcels doc 01S01W10_obj42663	528234	Lot	FAIRBANKS TOWNSITE	12	01A	
90	tbd parcels doc 01S01W10_obj42743	564699	Lot	FAIRBANKS TOWNSITE	03	01A	
91	tbd parcels doc 01S01W10_obj42762	28487	Lot	FAIRBANKS TOWNSITE	02	04&	
92	tbd parcels doc 01S01W10_obj42788	603173	Lot	CHENA RIVER ADDI	01C	01A&CL	
93	tbd parcels doc 01S01W10_obj42801	28592	Lot	FAIRBANKS TOWNSITE	02	12A	
94	tbd parcels doc 01S01W11_obj42918	562645	Lot	CHENA RIVER ADDI	01C	01	
95	tbd parcels doc 01S01W10_obj43816	28606	Lot	FAIRBANKS TOWNSITE	02	13	

96	tbd parcels doc 01S01W10_obj43861	468169	Lot	NORTH ADDITION		01	Shoreway Drive Park
97	tbd parcels doc 01S01W10_obj43862	28461	Lot	FAIRBANKS TOWNSITE	02	01&	
98	tbd parcels doc 01S01W10_obj48979	634306	Lot	NORTH ADDITION FAIRBANKS	09	C	
99	2013-050	653784	Lot	FAIRBANKS TOWNSITE	122	6A-1	Tanana Valley Clinic (West Parking)
100	tbd parcels doc 01S01W15_obj6925	57347	Lot	BJERREMARK EAST	A	12&	
101	2006-006	572136	Tract	CHENA RIVER BEND 1		ARMORY	Armory on Second Avenue
102	1983-181	381853	Tract	SHANNON PARK 2		A	
103	tbd parcels doc 01S01W04_obj15809	49808	Lot	AURORA A 3	42	03	FIRE STATION
104	tbd parcels doc 01S01W02_obj25275	381861	Tract	SHANNON PARK 2		B	
105	tbd parcels doc 01S01W16_obj25868	483788	Tract	ASLS 80 64		C	City of Fairbanks Public Works Department
106	tbd parcels doc 01S01W16_obj25890	62529	Lot	COUNCIL	02	11	
107	tbd parcels doc 01S01W16_obj26115	483818	Tract	ASLS 80 64	L		
108	tbd parcels doc 01S01W10_obj26169	38997	Lot	FAIRBANKS TOWNSITE	100C	3A	
109	2017-060	681278	Lot	TANANA CHIEFS MEDICAL CENTER		02A	
110	tbd parcels doc 01S01W15_obj40903	99554	Lot	SOUTH CUSHMAN	01	01	
111	tbd parcels doc 01S01W04_obj44619	49794	Lot	AURORA A 3	42	02	FIRE STATION
112	2016-044	676316	Tract	LAZELLE ESTATES NORTHERN		A-1	
113	1957-176911	695538	Lot	BJERREMARK VAN HORN	A	02N	
114	2013-041	653460	Lot	BENTLEY TRUST PROPERTY 4TH		01	SNOW DUMP (SEE LAND LINE)

RESOLUTION NO. _____

**A RESOLUTION AWARDING A CONTRACT TO CHALMERS FORD, INC TO
PROVIDE THREE POLICE VEHICLES IN THE AMOUNT OF \$266,840.19**

WHEREAS, in accordance with Fairbanks General Code (FGC) Chapter 54, Article VI, Section 54-242, the purchasing agent may participate in a cooperative purchasing agreement; and

WHEREAS, the City identified Chalmers Ford, Inc through a cooperative purchasing agreement that can provide three fully outfitted police vehicles in the amount of \$266,840.19 that meets the specifications required by the Fairbanks Police Department; and

WHEREAS, the City intends to contract with Chalmers Ford in the amount of two hundred sixty-six thousand, eight hundred forty dollars and nineteen cents (\$266,840.19); and

WHEREAS, funding was approved in the Capital Fund.

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Fairbanks, that the Mayor is hereby authorized to execute a contract and such other documents in a form approved by the City Attorney as may be necessary to effect award of this contract with Chalmers Ford, Inc. for three police vehicles.

Mindy L. O'Neall, City Mayor

AYES:
NAYS:
ABSENT:
APPROVED:

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, MMC, City Clerk

Thomas A. Chard II, City Attorney

CITY OF FAIRBANKS
FISCAL NOTE

I. REQUEST:

Ordinance or Resolution No: _____

Abbreviated Title: AWARDING CONTRACT TO CHALMERS FORD

Department(s): POLICE

Does the adoption of this ordinance or resolution authorize:

1) additional costs beyond the current adopted budget? Yes _____ No x

2) additional support or maintenance costs? Yes _____ No x

If yes, what is the estimate? see below

3) additional positions beyond the current adopted budget? Yes _____ No x

If yes, how many positions? _____

If yes, type of positions? _____

II. FINANCIAL DETAIL:

PROJECTS:	PROJECT COST
POLICE VEHICLES [THREE UNITS, FULLY OUTFITTED]	\$266,840
TOTAL	\$266,840

FUNDING SOURCE:	TOTAL
CAPITAL FUND [POLICE]	\$266,840
TOTAL	\$266,840

The maintenance costs will be performed by Public Works and incorporated in the annual general fund budget. The city approved a budget of \$300,000 for this purchase.

Prepared by Finance Department: Initial mb Date 6/9/2026



800 Cushman Street
Fairbanks, AK 99701

Telephone (907)459-6788
Fax (907)459-6722

MEMORANDUM

DATE: June 12, 2026
TO: Council Members
THROUGH: Mayor O'Neall
FROM: Margarita Bell
SUBJECT: Second Budget Amendment

The **General Fund** second budget amendment adds \$490,000 in revenue and \$1,173,700 in expenditures. The Revenue increase of \$490,000 is for the community assistance program provided by the State of Alaska. The Expenditures increase of \$1,173,700 is due to the following:

- Diversity Council request of funds for materials and events that increase visibility and mission engagement (\$2,000)
- Cost increases for security maintenance contract (\$137,100), computer fiber services (\$34,600), and heating fuel (\$200,000). These were unanticipated increases to subscription services and energy costs.
- Fire overtime increases due to underestimated budget and backfill due to medical related leave of captain positions (\$600,000)
- Public Works temporary salaries and benefits increase needed to address snow removal in the winter season (\$200,000)

The **Capital Fund** second budget amendment adds \$1,968,450 in expenditures due to the following:

- Cost increases for city hall steam heat project (\$400,000), main floor city hall bathroom upgrades due to unexpected asbestos found during construction (\$125,000), and Polaris building project (\$760,000)
- Increase to replace an engine on a loader (\$48,000), remount an ambulance damaged in an accident (\$290,000), and provide match for surface improvements for the Lavery Transportation Center (\$65,450)
- Appropriate committed funds for fire grant match (\$80,000) and Minnie Street match (\$200,000)
- Reallocate funds for Shannon Drive and Holt Rolt projects

I have attached a status report for capital fund projects.

CITY OF FAIRBANKS 2026 CAPITAL PROJECTS

Department	Project Name	Purpose	Approved	Actual	Encumb	Balance
Facility & Infrastructure Improvements						
General	Mayor's Contingency	Funds for capital project cost overruns	\$ 313,272	\$ 176,958	\$ 135,382	932
General	City Hall Heating System	Replace steam heat system	4,771,245	14,728	56,517	4,700,000
General	City Hall Roof Replacement Part	Replace room membrane	673,000	-	399,700	273,300
General	City Security Project	Upgrade security in city facilities	53,778	8,778	14,839	30,161
General	City Hall Upgrades	Remodel clerks office area	7,000	4,086	-	2,914
General	City Hall Upgrades	Replace finance department door	5,000	2,432	-	2,568
General	City Hall Upgrades	Remodel building department	55,000	7,209	22,246	25,545
General	City Hall Upgrades	Remodel council chambers	12,000	-	-	12,000
General	City Hall Upgrades	Upgrade privacy room and basement area	10,000	-	-	10,000
General	City Hall Upgrades	Upgrade city hall first floor bathroom	336,143	66,926	269,217	-
General	City Hall Upgrades	Complete window deadening project	93,035	43,035	-	50,000
General	Police Building Upgrades	Paint station and replace stairwell	40,000	20,172	-	19,828
General	Fire Station 1 & 2 & 3 Upgrades	Replace drains, roof ladder, and boiler stacks	97,000	-	17,354	79,646
General	Fire Station 3 Upgrades	Upgrade Fire Station #3	4,902	-	4,902	-
General	Fire Training Center	Upgrade Fire Training Center (\$1.24M)	466,750	190,468	59,630	216,652
General	Golden Heart Plaza	Upgrade starter block area	837	-	-	837
General	Public Works Upgrades	Replace fuel pump system	55,374	-	55,374	-
General	Public Works Upgrades	Replace signs, window shading, and pipes	29,000	10,199	-	18,801
			7,023,336	544,991	1,035,161	5,443,184
Public Works Equipment						
Public Works	Sweeper	Purchase one sweeper	426,687	426,687	-	-
Public Works	Asphalt Truck	Purchase one asphalt truck	411,810	408,690	-	3,120
Public Works	Pick-Up Trucks	Replace one vehicle (F-007)	56,000	-	57,195	(1,195)
Public Works	Trackless Mover	Purchase flail arm mover	59,000	-	60,192	(1,192)
Public Works	Brake Lathe	Purchase one brake lathe	28,000	25,854	-	2,146
Public Works	Pick-Up Trucks	Replace three vehicles (P-087, P-100, P-103)	171,000	166,025	1,120	3,855
Public Works	Pick-Up Cab	Replace one vehicle (P-080)	62,000	60,976	280	744
Public Works	Small Equipment Trailer	Purchase one equipment trailer	25,000	-	16,359	8,641
			1,239,497	1,088,232	135,146	16,119
Public Works Garbage Equipment						
Public Works	Refuse Trucks	Replace three refuse trucks	180,000	-	161,034	18,966
			180,000	-	161,034	18,966
IT Equipment						
IT	Servers	Replace servers	96,800	99,133	-	(2,333)
IT	Network Switches	Replace network switches	16,500	-	-	16,500
IT	Finance Software	Upgrade ERP system	33,011	700	32,311	-
			146,311	99,833	32,311	14,167
Police Department Equipment						
Police	Vehicles	Replace three police vehicles	351,317	3,110	284,615	63,592
			351,317	3,110	284,615	63,592
Communications Center Equipment						
FECC	Workstations Upgrade	Replace all workstations in the center	1,596,960	-	-	1,596,960
			1,596,960	-	-	1,596,960
Fire Department Equipment						
Fire	Ambulances	Replace two ambulances	754,892	-	754,892	-
Fire	Exhaust System	Replace exhaust system	175,000	62,274	103,790	8,936
Fire	Vehicles	Replace two vehicles	224,000	-	230,258	(6,258)
Fire	Brush Truck	Replace one brush truck	330,000	-	326,000	4,000
Fire	Wheelchair Van	Purchase one wheelchair van	115,000	-	106,490	8,510
			1,598,892	62,274	1,521,431	15,188
Engineering Department						
Engineering	Surveying Equipment	Replace surveying equipment	23,000	22,185	-	815
			23,000	22,185	-	815
Road Maintenance						
General	Surface Improvement Matches	Provide matching funds for road project	100,000	100,000	-	-
General	Cowles Street Match	Provide matching funds for road project	441,242	-	-	441,242
General	Joyce Drive Improvements	Install drainage system	71,483	-	71,483	-
General	Shannon Drive Improvements	Install drainage system	535,000	-	532,670	2,330
General	7th Avenue Improvements	Replace asphalt and sidewalks	65,000	-	-	65,000
General	6th & 7th Improvements	Replace sidewalks	-	-	-	-
General	B Street Improvements	Extend drainage system	400,000	57,749	-	342,251
General	ADA Sidewalk Improvements	Replace sidewalks	100,000	-	-	100,000
General	Juneau Avenue Improvements	Install drainage system	165,000	-	-	165,000
General	Holt Road Improvements	Replace gravel roads with paved roads	115,000	-	-	115,000
General	Shannon Surface Improvements	Replace gravel roads with paved roads	-	-	-	-
			1,992,725	157,749	604,153	1,230,823
Building Department Equipment						
Building	Vehicle	Provide one vehicle for department	32,820	32,820	-	-
			32,820	32,820	-	-
Total Capital Fund Projects			\$ 14,184,857	\$ 2,011,194	\$ 3,773,850	\$ 8,399,814

ORDINANCE NO.

**AN ORDINANCE AMENDING THE 2026 OPERATING
AND CAPITAL BUDGETS FOR THE SECOND TIME**

WHEREAS, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2026 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 2026 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, 2026 and ending December 31, 2026 (see pages 2 and 3) [amendments shown in **bold** font; deleted text or amounts in ~~font~~]:

GENERAL FUND

<u>REVENUE</u>	APPROVED APPROPRIATION	INCREASE (DECREASE)	PROPOSED APPROPRIATION
Taxes (all sources)	\$ 29,686,055	\$ -	\$ 29,686,055
Charges for Services	6,895,700	-	6,895,700
Intergovernmental Revenues	3,612,630	490,000	4,102,630
Licenses and Permits	2,313,060	-	2,313,060
Fines and Forfeitures	526,500	-	526,500
Interest and Penalties	1,625,000	-	1,625,000
Rental and Lease Income	143,659	-	143,659
Other Revenues	250,000	-	250,000
Total revenue appropriation	<u>\$ 45,052,604</u>	<u>\$ 490,000</u>	<u>\$ 45,542,604</u>
 <u>EXPENDITURES</u>			
Mayor Department	\$ 1,035,400	\$ -	\$ 1,035,400
Legal Department	271,210	-	271,210
Office of the City Clerk	655,630	-	655,630
Finance Department	1,049,700	-	1,049,700
Information Technology	3,389,645	171,700	3,561,345
General Account	7,202,624	202,000	7,404,624
Police Department	8,971,389	-	8,971,389
Communications Center	3,597,570	-	3,597,570
Fire Department	11,292,170	600,000	11,892,170
Public Works Department	10,902,565	200,000	11,102,565
Engineering Department	1,210,930	-	1,210,930
Building Department	834,470	-	834,470
Total expenditure appropriation	<u>\$ 50,413,303</u>	<u>\$ 1,173,700</u>	<u>\$ 51,587,003</u>
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfer from Permanent Fund	\$ 5,967,514	\$ -	\$ 5,967,514
Transfer to Capital/Risk Fund	(663,508)	-	(663,508)
Transfer to Capital Fund (Council)	(1,067,873)	-	(1,067,873)
Sale of capital assets	250,000	-	250,000
Total other financing appropriation	<u>\$ 4,486,133</u>	<u>\$ -</u>	<u>\$ 4,486,133</u>
2025 estimated unassigned fund balance	\$ 13,352,665	\$ -	\$ 13,352,665
Prior year encumbrances	(514,393)	-	(514,393)
Transfers to other funds	(1,067,873)	-	(1,067,873)
Other changes to the budget	707,700	(683,700)	24,000
2026 estimated unassigned fund balance	<u>\$ 12,478,099</u>	<u>\$ (683,700)</u>	<u>\$ 11,794,399</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 \$ 10,317,401

CAPITAL FUND

REVENUE	APPROVED APPROPRIATION	INCREASE (DECREASE)	PROPOSED APPROPRIATION
Property Repair & Replacement	\$ 150,000	\$ -	\$ 150,000
Public Works	300,000	-	300,000
IT	75,000	-	75,000
Police	300,000	-	300,000
Communications Center	140,000	-	140,000
Fire	250,000	-	250,000
Building	10,000	-	10,000
Total revenue appropriation	\$ 1,225,000	\$ -	\$ 1,225,000
EXPENDITURES			
Property Repair & Replacement	\$ 7,023,335	\$ 1,285,000	\$ 8,308,335
Public Works Department	1,239,497	48,000	1,287,497
Garbage Equipment Reserve	180,000	-	180,000
IT Department	146,311	-	146,311
Police Department	351,317	-	351,317
Communications Center	1,596,960	-	1,596,960
Fire Department	1,598,892	370,000	1,968,892
Engineering Department	23,000	-	23,000
Road Maintenance	1,992,725	265,450	2,258,175
Building Department	32,820	-	32,820
Total expenditure appropriation	\$ 14,184,857	\$ 1,968,450	\$ 16,153,307
OTHER FINANCING SOURCES (USES)			
Transfer from Permanent Fund	\$ 745,939	\$ -	\$ 745,939
Transfer from General Fund	1,067,873	-	1,067,873
Transfer from General Fund - Ambulance	150,000	-	150,000
Transfer from General Fund - Garbage	295,200	-	295,200
Total other financing appropriation	\$ 2,259,012	\$ -	\$ 2,259,012
2025 estimated fund balance	\$ 20,587,223	\$ -	\$ 20,587,223
Prior year encumbrances	(2,414,348)	-	(2,414,348)
Prior year reappropriations	(4,305,208)	-	(4,305,208)
Transfers from other funds	1,078,424	-	1,078,424
Other changes to the budget	(5,059,713)	(1,968,450)	(7,028,163)
2026 estimated fund balance	\$ 9,886,378	\$ (1,968,450)	\$ 7,917,928

Estimated uncommitted capital fund balance for projects **\$ 4,261,902**

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, 2026 and ending December 31, 2026.

SECTION 3. The effective date of this ordinance is six days after adoption.

Mindy L. O’Neill, City Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, MMC, City Clerk

Thomas A. Chard II, City Attorney

FISCAL NOTE
ORDINANCE NO.
AMENDING THE 2026 OPERATING AND CAPITAL BUDGETS
FOR THE SECOND TIME

GENERAL FUND
\$490,000 Increase in Revenue
\$1,173,700 Increase in Expenditures

Revenue

1. Intergovernmental Revenues
 - \$490,000 increase to State of Alaska municipal assistance for the community assistance program

Expenditures

2. Clerks Department
 - Council travel includes cost for attending the Summer Legislative Conference.
3. Information Technology
 - \$137,100 increase to outside contracts for security maintenance agreement for cost increases
 - \$34,600 increase to computer fiber services for monthly charges for cost increases
4. General Account
 - \$2,000 increase to contingency for the diversity council
 - \$200,000 increase to heating fuel for cost increases
5. Fire Department
 - \$600,000 increase to overtime and benefits
6. Public Works Department
 - \$200,000 increase to temporary salaries and benefits for winter season

CAPITAL FUND
\$1,968,450 Increase in Expenditures

Expenditures

1. Property Repair and Replacement
 - \$400,000 increase to city hall steam heat system project (Current Project Total \$5,017,041)
 - \$125,000 increase to city hall upgrades for the bathrooms (Current Project Total \$336,143)
 - \$760,000 increase to polaris building for final project costs
2. Public Works Department
 - \$48,000 increase to replace engine on loader L-11
3. Fire Department
 - \$290,000 increase to remount ambulance A-008, reduces time for replacement from two years to 90 days
 - \$80,000 **uncommitment** of funds for grant matches
4. Road Maintenance
 - \$200,000 **uncommitment** of funds for minnie street match (Committed Balance \$669,487)
 - \$65,450 increase to surface improvement for the lavery transportation center enhancements match
 - **Reallocate** \$505,000 from B Street project (\$340,000) and Juneau Avenue project (\$165,000) for Shannon Drive and Holt Road projects

ORDINANCE NO. _____

AN ORDINANCE AMENDING FAIRBANKS GENERAL CODE CHAPTER 66 TO ESTABLISH A GARBAGE COLLECTION DISCOUNT FOR RESIDENTS WHO RECEIVE FEDERAL SUPPLEMENTAL SECURITY INCOME (SSI) AND AMENDING THE CITY SCHEDULE OF FEES AND CHARGES FOR SERVICES

WHEREAS, aside from apartment buildings or complexes which include more than four apartment units and commercial accounts, the property owner of each residence within the city must pay the City's residential rates for solid waste collection per FGC 66-21; and

WHEREAS, the City's residential rates for solid waste collection are established each year and set forth in the City's Schedule of Fees as required under FGC 66-22; and

WHEREAS, FGC 66-23 currently provides that qualified senior citizens can receive a discount on the City's residential rates for solid waste collection; and

WHEREAS, the City's current Schedule of Fees, adopted by Resolution 5179 and effective August 1, 2025, provides that the Senior Rate for the City's residential rates for solid w

aste collection is 75% of the single-family dwelling rate; and

WHEREAS, based on the United States Social Security Administration's SSI Recipients by State and County, 2024, and SSI Monthly Statistics, April 2026, there are approximately 684 individuals currently receiving SSI payments living in the Fairbanks North Star Borough; and

WHEREAS, the City would like to extend the same discount for solid waste collection provided to senior citizens residing in the city to individuals on SSI.

NOW, THEREFORE, BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows:

SECTION 1. Fairbanks General Code Chapter 66, Article II, is amended as follows [new text in **bold/underlined** font; deleted text in ~~strike through~~ font]:

...

Sec. 66-23. - Senior citizen rate.

- (a) A qualified senior citizen may apply to the office of the city clerk or the city finance department for the senior citizen rate. The senior citizen rate will be as provided in the city's schedule of fees and charges for services and will become effective the first billing quarter following a qualified filing.

- (b) The term "qualified senior citizen" as used in this section is defined as a person at least 65 years of age or a person at least 60 years of age who is the widow or widower of a person who was receiving the senior citizen rate at the time of their death. The widow or widower must file a new application for the senior citizen rate and must meet the requirements of subsection (c).
- (c) To receive the senior citizen rate under this section, a qualified senior citizen must:
 - (1) Be an owner of record of the property receiving the solid waste service.
 - (2) Occupy the property as a permanent place of abode. If the qualified senior citizen owns multiple properties, only their primary residence will be eligible for the senior rate.
 - (3) File for the senior citizen rate with the city clerk or the city finance department, provide proof of age, and have the application signature notarized. A qualified senior citizen need not file such an application for successive years.
 - (4) Maintain all city accounts in current status. The senior citizen rate will be revoked if a city account(s) is delinquent. The senior citizen rate will be reinstated without requiring a new filing when the account(s) is brought into current status.
 - (5) If living in a residence provided service pursuant to section 66-21(a)(2), all residents must be qualified.
- (d) Annually, the city finance department will audit a minimum of ten percent of the accounts receiving the senior citizen rate to determine eligibility and compliance with this section.
- (e) The qualified senior citizen receiving a senior citizen rate or their designated representative is responsible for notifying the city clerk or finance department of any change in ownership, residency, or permanent place of abode. Any account that is receiving the senior citizen rate for any period during which it is not eligible will be billed for the ineligible period at the regular collection rate and charged interest at the current rate for delinquent accounts.

Sec. 66-24. - Rate for qualified individuals receiving Federal Supplemental Security Income.

- (a) A qualified individual receiving federal Supplemental Security Income (SSI) may apply to the office of the city clerk or the city finance department for a discounted rate. The discounted rate will be as provided in the city's schedule of fees and charges for services and will become effective the first billing quarter following a qualified filing.**
- (b) The term "qualified individual receiving federal Supplemental Security Income" as used in this section is defined as a person who provides**

current proof that they are receiving federal Supplemental Security Income payments.

(c) To receive the discounted rate under this section, a qualified individual must:

(1) Be an owner of record of the property receiving the solid waste service.

(2) Occupy the property as a permanent place of abode. If the qualified individual owns multiple properties, only their primary residence will be eligible for the discounted rate.

(3) File for the discounted rate with the city clerk or the city finance department, provide proof of eligibility, and have the application signature notarized. The qualified individual needs to file such an application each year.

(4) Maintain all city accounts in current status. The discounted rate will be revoked if a city account(s) is delinquent. The discounted rate will be reinstated without requiring a new filing when the account(s) is brought into current status.

(5) If living in a residence provided service pursuant to section 66-21(a)(2), all residents must be qualified.

(d) The discount available in this section for individuals receiving federal supplemental security income payments cannot be combined with the discount for seniors available under FGC 66-23.

(e) The qualified individual, or their designated representative, receiving a discounted rate under this section is responsible for notifying the city clerk or finance department of any change in ownership, residency, or permanent place of abode. Any account that is receiving the discounted rate for any period during which it is not eligible will be billed for the ineligible period at the regular collection rate and charged interest at the current rate for delinquent accounts.

Sec. 66-2425. - Charge for collection of oversized items; other charges.

(a) A customer shall be assessed an additional charge for the collection of any oversized items which cannot be collected during the routine weekly collection, and which require a special trip by the public works department. Oversized item collection can be requested with the public works department, the fee is listed in the schedule of fees.

(b) A customer shall be assessed an additional charge for failing to properly dispose of home medical wastes, hazardous wastes, and ashes, per section 66-42, and for failing to maintain their container or receptacle in a proper

manner per section 66-62(c) after a second notice from the director of public works.

Sec. 66-2526. - Customer service policies.

- (a) Charge for service. It shall be the duty of the chief financial officer to keep accounts of solid waste customer accounts, to enter on such accounts all charges and penalties, and to establish billing dates for such service.
- (b) Billings, due dates, and delinquent dates. The charges for services shall be billed during the first month of the service quarter. The billing shall be due on the last business day of the first month in the quarter of service. Failure of any person to pay the charges by the due date shall cause such charges to become delinquent. Failure to receive mail shall not be recognized as a valid excuse for failure to pay bills when due. A maximum legal rate of interest charge, but no more than 18 percent per annum, shall be added to the delinquent balance as of the first day of the third month in the billing cycle.
- (c) Automatic recurring bank payments. Citizens may enroll in the automated clearing house (ACH) service for payment of quarterly bills from a personal checking or savings account. ACH transactions will be posted to customer accounts on the last day of the billing month. Non-sufficient funds (NSF) will result in a charge on the customer's account.
- (d) Action to collect delinquent accounts. Delinquent accounts are subject to lien filings. All costs incurred by the city to record and release the lien will be applied to the owner's account. The lien will be released when the account is paid in full. Property owners involved in a Fairbanks North Star Borough foreclosure proceedings will retain ownership during the redemption period and responsibility of the charge for services.
- (e) Property owner liable for payment of solid waste service fees. The owner of record of the real estate receiving service shall be chargeable for the service and such fees shall be a lien against the real estate.

...

SECTION 2. As provided herein, a discounted fee for Garbage Collection for Individuals Receiving Supplemental Security Income (SSI) payments, incorporating the same discount currently used in the Senior Rate, 75% of the single-family dwelling rate, is to be added to the City's Schedule of Fees and Charges for Services.

SECTION 3. The effective date of this ordinance is six days after adoption.

Mindy O’Neill, City Mayor

AYES:
NAYS:
ABSENT:
ADOPTED:

ATTEST:

APPROVED AS TO FORM:

D. Danyielle Snider, MMC, City Clerk

Thomas A. Chard II, City Attorney

Sec. 78-391. Parking prohibited over 24 hours.

No person shall park a vehicle on any city street, highway, public way, right-of-way or city-owned parking lot for a period of time longer than 24 consecutive hours unless otherwise posted. If a vehicle posted with notice of this violation is moved within 24 hours of posting, there is no fine; if not, the minimum fine is \$60.00 and the vehicle is subject to towing and impound. In the case of impound, the vehicle's owner shall pay all the costs of impound, including towing and storage, in accordance with the fee schedule on file at the city clerk's office.

(Code 1960, § 7.08.111; Ord. No. 5495, § 2, 10-7-2002; Ord. No. 5819, § 1, 10-30-2010)