

Introduced By: Mayor David Pruhs
Introduced: October 28, 2024

ORDINANCE NO. 6294, AS AMENDED
(HAND-CARRIED PROPOSED SUBSTITUTE)

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

WHEREAS, this ordinance incorporates the changes outlined on the attached fiscal note to amend the 2024 operating and capital budget.

NOW, THEREFORE, BE IT ENACTED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows [amendments shown in **bold** font; deleted text in ~~strikethrough~~ font]:

SECTION 1. There is hereby appropriated to the 2024 General Fund and Capital Fund budgets the following sources of revenue and expenditures in the amounts indicated to the departments named for the purpose of conducting the business of the City of Fairbanks, Alaska, for the fiscal year commencing on January 1, 2024 and ending December 31, 2024 (see pages 2 and 3):

GENERAL FUND

REVENUE	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Taxes (all sources)	\$ 27,755,026	\$ 773,000	\$ 28,528,026
Charges for Services	7,199,500	(390,000)	6,809,500
Intergovernmental Revenues	3,506,620	(90,000)	3,416,620
Licenses and Permits	2,380,260	-	2,380,260
Fines and Forfeitures	551,000	-	551,000
Interest and Penalties	1,915,000	12,000	1,927,000
Rental and Lease Income	153,544	4,995	158,539
Other Revenues	310,000	49,200	359,200
Other Financing Sources	(1,748,715)	155,000	(1,593,715)
Total revenue appropriation	\$ 42,022,235	\$ 514,195	\$ 42,536,430
EXPENDITURES			
Mayor Department	\$ 968,030	\$ (114,000)	\$ 854,030
Legal Department	247,350	-	247,350
Office of the City Clerk	613,905	-	613,905
Finance Department	1,041,900	-	1,041,900
Information Technology	2,698,877	65,000	2,763,877
General Account	6,975,000	210,000	7,185,000
Police Department	8,571,919	-	8,571,919
Communications Center	3,523,770	-	3,523,770
Fire Department	10,112,832	725,000	10,837,832
Public Works Department	10,209,625	400,000	10,609,625
Engineering Department	1,190,170	200,000	1,390,170
Building Department	827,890	-	827,890
Total expenditure appropriation	\$ 46,981,268	\$ 1,486,000	\$ 48,467,268
2023 unassigned fund balance	\$ 20,081,861	\$ -	\$ 20,081,861
Prior year encumbrances	(155,961)	-	(155,961)
Transfers to other funds	(7,000,000)	-	(7,000,000)
Other changes to the budget	2,196,928	(971,805)	1,225,123
2024 estimated unassigned fund balance	<u>\$ 15,122,828</u>	<u>\$ (971,805)</u>	<u>\$ 14,151,023</u>

Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than \$10,000,000. 20% of budgeted annual expenditures is \$ 9,693,454

CAPITAL FUND

<u>REVENUE</u>	APPROVED COUNCIL APPROPRIATION	INCREASE (DECREASE)	PROPOSED COUNCIL APPROPRIATION
Transfer from Permanent Fund	\$ 708,261	\$ -	\$ 708,261
Transfer from General Fund	6,500,000	-	6,500,000
Property Repair & Replacement	145,000	-	145,000
Public Works	250,000	-	250,000
Garbage Equipment Reserve	304,800	-	304,800
IT	25,000	-	25,000
Police	210,000	-	210,000
Communications Center	140,000	-	140,000
Fire	700,000	-	700,000
Building	10,000	-	10,000
Total revenue appropriation	<u>\$ 8,993,061</u>	<u>\$ -</u>	<u>\$ 8,993,061</u>
<u>EXPENDITURES</u>			
Property Repair & Replacement	\$ 7,010,454	\$ (2,862,500)	\$ 4,147,954
Public Works Department	2,404,414	-	2,404,414
Garbage Equipment Reserve	853,000	-	853,000
IT Department	387,462	-	387,462
Police Department	873,716	-	873,716
Communications Center	1,316,960	-	1,316,960
Fire Department	1,969,142	-	1,969,142
Road Maintenance	2,336,501	(514,677)	1,821,824
Total expenditure appropriation	<u>\$ 17,151,649</u>	<u>\$ (3,377,177)</u>	<u>\$ 13,774,472</u>
2023 fund balance	\$ 19,034,057	\$ -	\$ 19,034,057
Prior year encumbrances	(3,214,790)	-	(3,214,790)
Prior year reappropriations	(4,710,306)	-	(4,710,306)
Transfers from other funds	6,500,000	-	6,500,000
Other changes to the budget	(6,733,492)	3,377,177	(3,356,315)
2024 estimated fund balance	<u>\$ 10,875,469</u>	<u>\$ 3,377,177</u>	<u>\$ 14,252,646</u>
Estimated unassigned capital fund balance for projects			<u><u>\$ 5,724,506</u></u>

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

SECTION 3. All appropriations made by this ordinance lapse at the end of the fiscal year to the extent they have not been expended or contractually committed to the departments named for the purpose of conducting the business of said departments of the City of Fairbanks, Alaska, for the fiscal year commencing on January 1, 2024 and ending December 31, 2024.

SECTION 4. The effective date of this ordinance shall be the 4th day of November 2024.

David Pruhs, 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. 6294, AS AMENDED
AMENDING THE 2024 OPERATING AND CAPITAL BUDGETS
FOR THE FOURTH TIME

GENERAL FUND
\$514,195 Increase in Revenue
\$1,486,000 Increase in Expenditures

Revenue

1. Tax Revenue
 - **\$273,000 increase to real property taxes**
 - \$500,000 increase to room rental taxes
2. Charges for Services
 - (\$200,000) decrease to ambulance services
 - (\$140,000) decrease to garbage collection
 - (\$50,000) decrease to engineering recovery
3. Intergovernmental Revenues
 - \$10,000 increase to marijuana license fees
 - (\$12,000) decrease to electric and phone fees
 - \$12,000 increase to liquor license fees
 - (\$50,000) decrease to PERS on behalf payment
 - (\$50,000) decrease to SART exam payments
4. License and Permits
5. Interest and Penalties
 - \$12,000 increase to sales tax interest/penalty
6. Rental and Lease
 - \$4,995 increase to boys and girls club lease
7. Other Revenue
 - \$29,200 increase to abatement recovery
 - \$20,000 increase to miscellaneous revenue
8. Other Financing Sources
 - \$285,000 increase to sale of assets

- (\$130,000) transfer to risk fund for general insurance

Expenditures

1. Mayor's Office

- (\$125,000) decrease to wages and benefits for community paramedic (Ordinance 6290)
- \$6,000 increase to travel
- \$5,000 increase to office supplies

2. City Attorney's Office

3. City Clerk's Office

4. Finance Department

5. Information Technology

- \$65,000 increase to outside contracts for new website services and emergency communications software

6. General Account

- \$20,000 increase to water and sewer
- \$30,000 increase to street light maintenance
- \$175,000 increase to room rental distribution
- \$35,000 increase to room tax projects
- (\$50,000) decrease to PERS on behalf payment

7. Police Department

8. Communications Center

9. Fire Department

- \$125,000 increase to wages and benefits for community paramedic (Ordinance 6290)
- \$600,000 increase to overtime

10. Public Works

- \$400,000 increase to wages and benefits for temporary employees

11. Engineering

- \$200,000 increase to wages and benefits

12. Building Department

CAPITAL FUND
\$0 Increase in Revenue
(\$3,377,177) Decrease in Expenditures

Revenue

1. Other Financing Sources

Expenditures

1. Property Repair & Replacement
 - \$350,000 increase for fire station three emergency pipe and septic repairs (\$200,000) and kitchen upgrades (\$150,000)
 - \$7,500 increase for police station heating fuel monitor system
 - (\$470,000) decrease for roof replacement project
 - (\$2,750,000) decrease for city hall steam replacement project
2. Public Works
3. Garbage Equipment Reserve
4. IT Department
5. Police Department
6. Communications Center
7. Fire Department
8. Road Maintenance
 - (\$264,677) decrease for surface improvement/prevention maintenance match
 - (\$250,000) decrease for road maintenance upgrades