

Sponsored By: Mayor O'Neill
Date: December 1, 2025

ORDINANCE NO. 6331, AS AMENDED

**AN ORDINANCE ADOPTING THE 2026 OPERATING
AND CAPITAL BUDGETS**

WHEREAS, pursuant to City Charter Section 5.2, on October 31, 2025, Mayor O'Neill presented a recommended annual operating and capital budget estimate for 2026; and

WHEREAS, the proposed budget was reviewed by the City Council with Department Directors, and the City Council's suggested changes to the Mayor's recommended budget are disclosed in the increase (decrease) columns.

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 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).

GENERAL FUND

| | MAYOR PROPOSED BUDGET | INCREASE (DECREASE) | COUNCIL PROPOSED APPROPRIATION |
|--|-----------------------------|------------------------|--------------------------------------|
| REVENUE | | | |
| Taxes (all sources) | \$ 29,686,055 | \$ - | \$ 29,686,055 |
| Charges for Services | 6,895,700 | - | 6,895,700 |
| Intergovernmental Revenues | 3,612,630 | - | 3,612,630 |
| 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 | \$ 45,052,604 | \$ - | \$ 45,052,604 |
| EXPENDITURES | | | |
| Mayor Department | \$ 1,118,510 | \$ (123,110) | \$ 995,400 |
| 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 | 3,378,470 | (158,470) | 3,220,000 |
| General Account | 6,964,000 | (5,000) | 6,959,000 |
| Police Department | 8,960,500 | 10,000 | 8,970,500 |
| Communications Center | 3,603,570 | (6,000) | 3,597,570 |
| Fire Department | 11,145,310 | - | 11,145,310 |
| Public Works Department | 10,218,190 | 612,000 | 10,830,190 |
| Engineering Department | 1,210,930 | - | 1,210,930 |
| Building Department | 884,470 | (50,000) | 834,470 |
| Total expenditure appropriation | \$ 49,460,490 | \$ 279,420 | \$ 49,739,910 |
| OTHER FINANCING SOURCES (USES) | | | |
| Other Financing Sources | \$ 5,526,978 | \$ - | \$ 5,526,978 |
| Total other financing appropriation | \$ 5,526,978 | \$ - | \$ 5,526,978 |
| 2025 estimated unassigned fund balance | \$ 11,050,507 | \$ - | \$ 11,050,507 |
| Other changes to the budget | 1,119,092 | (279,420) | 839,672 |
| 2026 estimated unassigned fund balance | <u>\$ 12,169,599</u> | <u>\$ (279,420)</u> | <u>\$ 11,890,179</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 \$ 9,947,982

CAPITAL FUND

| | MAYOR PROPOSED BUDGET | INCREASE (DECREASE) | COUNCIL PROPOSED APPROPRIATION |
|---|-----------------------------|------------------------|--------------------------------------|
| REVENUE | | | |
| 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 | \$ 445,000 | \$ 2,167,041 | \$ 2,612,041 |
| Public Works Department | 651,000 | (365,000) | 286,000 |
| Garbage Equipment Reserve | - | 180,000 | 180,000 |
| IT Department | 113,300 | - | 113,300 |
| Police Department | 350,000 | (50,000) | 300,000 |
| Communications Center | 1,596,960 | - | 1,596,960 |
| Fire Department | 844,000 | - | 844,000 |
| Engineering Department | 23,000 | - | 23,000 |
| Road Maintenance | 1,480,000 | - | 1,480,000 |
| Total expenditure appropriation | \$ 5,503,260 | \$ 1,932,041 | \$ 7,435,301 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer from Permanent Fund | \$ 735,388 | \$ - | \$ 735,388 |
| Transfer from General Fund - Ambulance | 150,000 | - | 150,000 |
| Transfer from General Fund - Garbage | 295,200 | - | 295,200 |
| Total other financing appropriation | \$ 1,180,588 | \$ - | \$ 1,180,588 |
| 2025 estimated fund balance | \$ 15,572,931 | \$ - | \$ 15,572,931 |
| Other changes to the budget | (3,097,672) | (1,932,041) | (5,029,713) |
| 2026 estimated fund balance | \$ 12,475,259 | \$ (1,932,041) | \$ 10,543,218 |
| Estimated uncommitted capital fund balance for projects | | | \$ 4,007,548 |

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 O'Neill, City Mayor

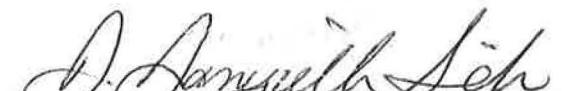
AYES: Therrien, Marney, Sprinkle, Ringstad, Tldwell

NAYS: Cleworth

ABSENT: None

ADOPTED: December 15, 2025

ATTEST:



D. Danielle Snider, MMC, City Clerk

APPROVED AS TO FORM:



Thomas A. Chard II, City Attorney