Sponsored by: Mayor O'Neall
Date: June 22, 2026

ORDINANCE NO. 6351, AS AMENDED

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 ~~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

REVENUE	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	$ 45,052,604	$ 490,000	$ 45,542,604
EXPENDITURES			
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	**500,000**	11,792,170
Public Works Department	10,902,565	**100,000**	11,002,565
Engineering Department	1,210,930	-	1,210,930
Building Department	834,470	-	834,470
Total expenditure appropriation	$ 50,413,303	$ 973,700	$ 51,387,003
OTHER FINANCING SOURCES (USES)			
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	$ 4,486,133	$ -	$ 4,486,133
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	(483,700)	224,000
2026 estimated unassigned fund balance	$ 12,478,099	$ (483,700)	$ 11,994,399

Minimum unassigned fund balance requirement is 20% of budgeted annual expenditures but not less than $10,000,000. 20% of budgeted annual expenditures is	$ 10,277,401

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'Neall, City Mayor

AYES: Tidwell, Sprinkle, Therrien, O'Neall
NAYS: Ringstad, Marney, Cleworth
ABSENT: None
ADOPTED: July 13, 2026

ATTEST:

D. Danyielle Snider, MMC, City Clerk

APPROVED AS TO FORM:

Thomas A. Chard II, City Attorney

FISCAL NOTE
ORDINANCE NO. 6351, AS AMENDED
AMENDING THE 2026 OPERATING AND CAPITAL BUDGETS
FOR THE SECOND TIME

GENERAL FUND
$490,000 Increase in Revenue
$973,700 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 Alaska Municipal League (AML) and legislative conferences and meetings.
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
    - **$500,000**~~$600,000~~ increase to overtime and benefits
6. Public Works Department
    - **$100,000**~~$200,000~~ increase to temporary salaries and benefits for winter season

7. Engineering Department
    - Change one full-time Engineering II position to one full-time Engineering Assistant position

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

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