

# Expenditure Highlights

## LOCAL EFFORT TOWARD EDUCATION

- Education continues to be the number one priority in the Borough, representing 42.3% of the general fund budget; combined with school debt servicing of \$14,648,130, 60.2% of general fund revenues are dedicated to education.
- Local funding for education is set at \$34,545,700, up from FY 2003's \$33,545,700.

## LOCAL EFFORT TOWARD MULTI-YEAR PROJECTS

- Capital Matching Grant Program projects decreased by \$123,000 to \$1,177,000 for FY 2004 (this amount includes State funding).
- Facilities Maintenance Reserve Fund appropriation is \$200,000.

## LOCAL EFFORT TOWARD DEBT SERVICING

- Total debt servicing is increased \$1,774,870 from FY 2003's \$13,131,490 to FY 2004's \$14,906,360. The remainder of the October 2002 approved school projects is anticipated to be funded with bond sales in calendar years 2004 and 2005.
- Total existing areawide debt will be \$130,340,000 at June 30, 2003 and \$122,050,000 at June 30, 2004.
- Total existing non-areawide debt will be \$245,000 at June 30, 2003, and \$0 at June 30, 2004.

## Budget Highlights

### Expenditure Highlights (Continued)

#### STAFFING CHANGES TO BOROUGH SERVICES AND PROGRAMS

- Boroughwide, staffing is decreased a net 2.49 FTEs from FY 2003's revised budget number of 356.15 FTEs.

<u>SUMMARY OF POSITION CHANGES</u>	
<b>FY 2003 Approved Positions (FTEs)</b>	<b>356.15</b>
<b>FY 2004 Changes:</b>	
<u>Deletions:</u>	
Assessing Clerk - Assessing	(1.00)
Clerk Typist/Receptionist - Financial Services	(1.00)
Library Aide - Library	(0.50)
Library Assistant II - Library	(0.50)
Library Page - Library	(1.00)
Therapeutic Program Coordinator - Parks & Recreation	(1.00)
Therapeutic Specialist - Parks & Recreation	(0.74)
Lifeguard II - Parks & Recreation	(0.20)
Office Manager - Public Works	(1.00)
Project Manager - Public Works	<u>(1.00)</u>
Subtotal Deletions:	(7.94)
<u>Additions:</u>	
Legal Assistant - Law	0.20
Civil Engineer - Direct Services	1.00
Transit Planner - Transportation	1.00
Mechanic - Transportation	1.00
Cartographer Tech. - Community Planning	1.00
Acct. Tech IV (GL/Cash) - Financial Services	0.25
Project Coordinator - Parks & Recreation	<u>1.00</u>
Subtotal Additions:	5.45
<b>FY 2004 Positions (FTEs)</b>	<b><u>353.66</u></b>

- The Departments of Assessing, Direct Services, Financial Services, Library, Parks and Recreation and Public Works reflect the overall decreases in staffing. One FTE was transferred from Public Works to Direct Services.
- To expand the Borough's GIS capabilities, the Department of Community Planning has added 1 FTE, a Cartographer Technician Grant funded position.

#### WAGE AND BENEFIT ADJUSTMENTS

- The benefit rate is 43.3%, up from FY 2003's 40.3%. The 3% increase in the benefits rate is due to increases in the health benefit rate, workers' compensation, and general liability claims.
- Union contracts are under re-negotiation as this budget is being prepared. The last set of negotiations resulted in three-year contracts that were implemented in FY 2001. The cost of living adjustment for FY 2004 is based on the annual rate of inflation using the Anchorage CPI Urban, using calendar year average to calendar year average, and is 1.9%.

## Budget Highlights

### Expenditure Highlights

DEPARTMENT	2002/03 APPROVED BUDGET	CHANGES THRU 12/31/02	2002/03 REVISED BUDGET	ADJUSTMENTS TO PROGRAMS	2003/04 RECOMMENDED BUDGET
Assembly	1,070,170	-	1,070,170	11,930	1,082,100
Mayor	924,400	-	924,400	613,040	1,537,440
Law	657,310	-	657,310	9,520	666,830
Assessing	1,831,040	-	1,831,040	72,030	1,903,070
Community Planning	1,366,590	-	1,366,590	58,710	1,425,300
Computer Services	1,895,240	-	1,895,240	204,420	2,099,660
Direct Services	1,482,810	479	1,483,289	195,541	1,678,830
Emergency Operations	1,603,250	15,325	1,618,575	69,325	1,687,900
Facilities Maintenance	-	-	-	2,980,550	2,980,550
Financial Services	5,526,730	(27,737)	5,498,993	(24,403)	5,474,590
General Services	1,268,500	-	1,268,500	(27,400)	1,241,100
Human Resources	1,918,770	100,000	2,018,770	95,810	2,114,580
Land Management	820,270	-	820,270	26,390	846,660
Library Services	3,523,130	-	3,523,130	92,180	3,615,310
Parks and Recreations	4,846,800	15,596	4,862,396	235,704	5,098,100
Public Works	12,105,000	21,000	12,126,000	(2,704,170)	9,421,830
Transportation	3,662,680	-	3,662,680	454,660	4,117,340
Education	33,545,700	-	33,545,700	1,000,000	34,545,700
Debt Service	13,131,490	-	13,131,490	1,774,870	14,906,360
Non-Departmental	292,850	-	292,850	13,580	306,430
Interfund Charges	2,038,530	-	2,038,530	138,340	2,176,870
Capital Improvements	3,307,480	1,800,000	5,107,480	(3,049,430)	2,058,050
Contribution to Fund Balance	118,160	-	118,160	32,820	150,980
	<b>96,936,900</b>	<b>1,924,663</b>	<b>98,861,563</b>	<b>2,274,017</b>	<b>101,135,580</b>

#### Summary of Major Changes in Expenditures from FY 2003

<b>96,936,900</b>	<b><i>FY 2003 Approved Budget</i></b>
1,800,000	Supplementary appropriation for Facilities Major Maintenance and Carlson Center Parking
100,000	Supplementary appropriations for Risk Management Insurance Premiums
<u>24,663</u>	Supplementary appropriations for various departments

#### **1,924,663** ***Total of Changes from FY 2003 Approved to FY 2003 Revised Budget***

<b>98,861,563</b>	<b><i>FY 2003 Revised Budget</i></b>
453,809	Normal union and management longevity adjustments and 1.9% cost of living adjustment
673,450	Benefit increase due to salary changes
1,000,000	Education increase
1,774,870	School Debt Service increase
578,400	Funding for Destination Marketing
50,000	Funding for Fairbanks Economic Development Corporation
41,930	Increase to Health Care Contingency Reserve Fund due to salary adjustments
138,340	Adjustment to Interfund Charges
579,828	Other program cost adjustments all funds (excludes salaries)
(3,049,430)	Net decrease from revised budget in appropriations to capital projects
<u>32,820</u>	Increase in Contrib. to Fund Bal., Non-Areawide, and E911

#### **2,274,017** ***Total of Changes from FY 2003 Revised to FY 2004 Budget***

<b><u>101,135,580</u></b>	<b><i>FY 2004 Approved Budget</i></b>
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