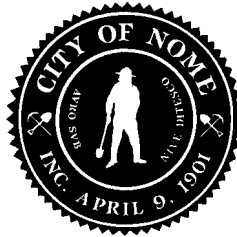


Mayor
John K. Handeland

Manager
Lee Smith

Clerk
Dan Grimmer



Nome Common Council
Mark Johnson
Doug Johnson
Adam Martinson
Scot Henderson
Cameron Piscoya
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MEMORANDUM

Date: June 17, 2025
To: Lee Smith, City Manager
From: Nickie Crowe, Finance Director
Subject: FY26 Budget Correction Needed in Fund 14: Capital Projects

I am writing this memo to inform you of an error in the FY26 Fund 14 Capital Projects fund budget. The FY26 budgets were approved on 6/9/25 via Ordinance/second reading. There were additional changes made in the General Fund that were approved by the Nome Common Council. One of these changes effected the "Transfer in" to Fund 14 Capital Projects.

In Fund 14, Capital Projects: the following budget line items need to be corrected:

14.3888.8830 "Transfer in –General Fund" – this line item needs to be reduced by \$50,000. In the General Fund, a change was made to reduce the transfer out for vehicle/equipment savings from \$150,000 to \$100,000

14.6601.0004 "Admin Vehicle replacement" – this line item needs to be reduced by \$50,000; this is a placeholder to keep the budget in balance.

This change will reduce the Capital Projects budget from \$682,370.81 to \$632,370.81.

The accounting entries for the "Transfer in" line item are year-end entries. This budget error could be fixed during the mid-year budget amendment or if the Council prefers this issue be remedied quickly, it can be corrected via Ordinance in July 2025 over two readings.

My sincere apologies for this budget error. Please advise on the preferred timing of the budget correction. Attached to this memo is a visual illustration of the needed budget changes.

FY2026 Approved Budget Capital Projects Fund		F22 Actuals	F23 Actuals	F24 Actuals	F25 YTD Actuals @ 4.30.25	O-24-06-04 F25 Approved Budget	O-25-03-04 F25 Approved Amended Budget	O-25-06-05 F26 Approved Budget	Budget Notes
CPF Revenue									
14.3010.0001	Nome Eskimo Mtnc Roads	50,000.00	-	-	-	-	-		
14.3011.0008	HUD Grant Award			126,951.51	95,656.30	500,000.00	473,048.49	100,000.00	Grant Reimbursement
14.3011.0009	HUD 3D Housing Grant Match			298,449.35	129,545.55		300,000.00	100,000.00	
14.3406.0001	12DC406 Richard Foster Bldg	-	-	-	-	-	-	-	
14.3501.0001	Contribution to NPS 18 Plex	387.50	20,300.50	-	-	38,496.00	38,496.00	38,496.00	Reimbursement from NPS
14.3601.0001	Sale of Vehicles - Replcmnt Program	20,175.07	-	-	-	-	-	-	
14.3701.0002	Coronavirus Local Fiscal Recovery Fund	188,695.26	152,597.35	31,761.31	1,130,292.91	1,141,485.02	1,130,292.91	-	
14.3701.0011	Contribution to SCC Fire Alarm	-	-	-	25,000.00	-	25,000.00	-	
14.3888.8812	Transfer in - Net PWR Rev %		97,490.42	70,831.46	-	93,874.81	93,874.81	93,874.81	GF Transfer - Assign General Interest to CAT 160M
14.3888.8815	Transfer In - Net Ambulance Revenue %	-	34,993.11	-	-	-	-	-	
14.3888.8818	Transfer In - Vehicle Replacement Fund	33,316.83	288,945.14	159,604.17	-	188,900.00	309,538.22	105,000.00	EMS multi purpose hose truck \$105k;
14.3888.8820	Transfer In - Other Funds	85,360.71	14,639.29	-	-	-	-	-	
14.3888.8830	Transfer In - General Fund	44,754.76	309,827.46	375,585.09	-	681,471.98	708,482.63	245,000.00	** CHANGE TO \$195,000.
14.3999.9999	Fund Balance Appropriation						168,321.88	-	
	Total CPF Revenue:	422,690.13	918,793.27	1,063,182.89	1,380,494.76	2,644,227.81	3,247,054.94	682,370.81	** CHANGE TO \$632,370.81.
CPF Expense									
14.6011.0001	Nome Eskimo Mtnc Roads	50,000.00	-	-	-	-	-		
14.6011.0008	HUD Grant Award			126,951.51	202,403.07	500,000.00	473,048.49	100,000.00	3D Housing Grant Funding \$600,000, City In Kind \$250,000
14.6011.0009	HUD Grant Award - MATCH			302,068.05	131,676.44		300,000.00	100,000.00	
14.6406.0001	12DC406 Richard Foster Bldg	-	-	-	-	-	-	-	
NPS 18 Plex									
14.6501.1820	NPS 18 Plex - Engineering	387.50	20,300.50	-	-	38,496.00	38,496.00	38,496.00	Bristol Task Order #44 - Contract Amt
14.6501.2071	NPS 18 Plex - Operating	-	-	-	-	-	-	-	
14.6501.7020	NPS 18 Plex - Utilities	404.34	176.47	-	-	-	-	-	
14.6501.8010	NPS 18 Plex - Land/Buildings	-	4,135.00	-	-	-	-	-	
Vehicle Replacement Program									
14.6601.0001	Vehicle Purchase - Police	53,491.90	128,980.06	159,604.17	162,810.57	60,000.00	167,486.00	-	
14.6601.0002	Vehicle Purchase - PWKS		110,027.00	-	-	48,900.00	-	-	
14.6601.0003	Vehicle Purchase - EMS		-	-	-	80,000.00	80,000.00	105,000.00	MultiPurposeHoseTruck \$90,000\$15k Ship
14.6601.0004	Vehicle Purchase - Admin	-	49,938.08	-	62,052.22		62,052.22	150,000.00	** CHANGE TO \$100,000.
14.6601.0005	Vehicle Purchase - Ambulance		-	-	-	-	-	-	
CPF Expense Continued:									
14.6701.0001	MCC Heat & Vent Upgrades	1,848.69	-	-	-	-	-	-	
14.6701.0002	NRC Heat & Vent Upgrades	188,695.26	152,597.35	21,356.14	-	-	-	-	Fire Plan Review \$10,055, RSA Engin \$27,692, Bristol \$6,125
14.6701.0003	PWKS Heat & Vent Upgrades	1,848.68	-	-	-	-	-	-	
14.6701.0004	City Hall Heat & Vent Upgrades	85,360.71	85,764.60	31,761.31	1,476,366.36	1,470,957.00	1,529,108.00	-	
14.6701.0005	NRC Locker Room Upgrades	-	-	-	-	-	-	-	
14.6701.0006	Ice Rink Design & Construction	-	-	-	-	-	-	-	
14.6701.0009	NVFD Concrete Replacement	24,910.00	-	-	-	-	-	-	
14.6701.0010	City Hall Fire Alarm Upgrades	-	-	-	-	-	-	-	

FY2026 Approved Budget Capital Projects Fund		F22 Actuals	F23 Actuals	F24 Actuals	F25 YTD Actuals @ 4.30.25	O-24-06-04 F25 Approved Budget	O-25-03-04 F25 Approved Amended Budget	O-25-06-05 F26 Approved Budget	Budget Notes
14.6701.0011	SCC Fire Alarm Upgrades	15,743.05	77,286.98	3,010.77	-	-	-	-	
14.6701.0012	Morgue Upgrades	-	-	-	-	-	-	-	
14.6701.0013	Police Camera Upgrades	-	86,857.00	-	-	-	-	-	
14.6701.0014	Equip Purchase - Public Works	-	27,609.17	167,710.80	197,485.03	142,000.00	197,483.42	95,000.00	Hitachi EX-31 Excavator \$95,000
14.6701.0015	Heavy Equipment Purchase	-	-	-	175,000.00	93,874.81	268,874.81	93,874.81	Cat 160M - Initial Payment \$175,000; Annual Payment \$93,874.81
14.6701.0016	NPD 911 & Radio Comm Sys Upgrd	-	42,637.53	32,274.00	-	-	-	-	
14.6701.0017	Camera Upgrades - Recreation Center			95,784.00	-	-	-	-	
14.6701.0018	OSJ Flooring			-	397.80	50,000.00	-	-	
14.6701.0019	Steadman Park			-	-	-	-	-	ADEC Requirement
14.6701.0020	Police Impound Storage			-	587.48	40,000.00	10,000.00	-	
14.6701.0021	NVFD Improvements			-	47,506.00	45,000.00	95,506.00	-	
14.6701.0022	Landfill Equipment			41,659.33	-	-	-	-	
14.6701.0023	NACTEC Upgrades			10,171.35	-	-	-	-	
14.6701.0024	Nome Recreation Center Upgrades				-	75,000.00		-	
14.6888.8830	Transfers Out - General Fund	-	-	-	-	-	25,000.00	-	
Total CPF Expense:		422,690.13	786,309.74	992,351.43	2,456,284.97	2,644,227.81	3,247,054.94	682,370.81	** CHANGE TO \$632,370.81.