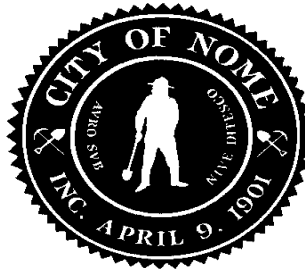


Mayor
John Handeland

City Manager
Lee Smith

City Clerk
Dan Grimmer



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Nome Common Council
Mark Johnson
Adam Martinson
Scot Henderson
Cameron Piscoya
Maggie Miller
Kohren Green

MEMORANDUM

Date: June 5, 2025

To: Nome Common Council & Lee Smith, City Manager

From: Nickie Crowe, Finance Director

Subject: **REQUEST FOR COUNCIL ACTION** - FY26 General Fund Budget Changes

Please make a motion to modify the FY26 General Fund budget from \$18,028,310.27 to \$17,047,667.31 based on the details listed below; this is a reduction of \$980,642.96.

General Fund	Budget Adjustment Increase/ (Decrease)	Description of Budget Changes
General Fund Revenue:	\$ 18,028,310.27	5/27 First Reading Total
General Tax Collections		
REAL Property Tax	(186,588.37)	Pre-BOE taxable base was 434,610,840; post-BOE is 418,385,764; this is a difference of 16,225,076 valued at \$186,588.37 reduction at 11.5 mills
Personal Property Tax	(2,017.79)	Pre-BOE taxable base was 53,262,940; post-BOE is 53,087,480; this is a difference of 175,460 valued at \$2,017.79 reduction at 11.5 mills
Sales Tax	(1,047,250.00)	Projecting a 6% sales tax rate starting 1/1/26 - \$7,120,000
Sales Tax - Other	(1,580.00)	Projecting a 6% sales tax rate starting 1/1/26
Remote Seller's Sales Tax	54,750.00	Projecting a 6% sales tax rate starting 1/1/26 - \$787,500
Permits, Licenses, Fees		
Animal Licenses/Clinic	500.00	Increase based on activity
Cemetery Fees	1,000.00	Increase in line with prior years
Fund Balance Appropriation		
Fund Bal Approp	200,543.20	Fund Balance Appropriation
Total FY26 Budget Changes	\$ (980,642.96)	
Total FY26 Proposed Revenue	\$ 17,047,667.31	
General Fund Expense	\$ 18,028,310.27	5/27 First Reading Total
APRA Insurance - Vehicles	(8,343.86)	Decrease due to insurance rates/estimate provided by APRA
APRA Insurance - Buildings	(814.66)	Decrease due to insurance rates/estimate provided by APRA
APRA Insurance - Liability	(55,094.18)	Decrease due to insurance rates/estimate provided by APRA
APRA Insurance - Workers Compensation	(4,164.16)	Decrease due to insurance rates/estimate provided by APRA
Administration		
Labor & Benefits	(36,967.04)	Assistant CM Orders requested a reduction in hours from 40 hours per week to 28 hours per week.
Travel & Training Admin	(2,000.00)	Reduce to \$10,000
Travel & Training Finance	(1,800.00)	Reduce to \$7,000
Travel & Training HR	(500.00)	Reduce to \$3,000
Sponsorships/Donations/Contributions	(500.00)	Reduce to \$7,000
IT		
Professional Services	(3,160.56)	Reduction to AngelCom IT Managed Services - Reduce \$263.38 per month - Contract Accepted via R-25-05-01/ Original Projections showing a 10% increase
Machinery & Equipment	(2,500.00)	Reduce contingency to \$7,500

General Fund	Budget Adjustment Increase/ (Decrease)	Description of Budget Changes
City Clerk		
Travel & Training	(2,000.00)	Reduce Travel to \$8,000
Police		
Investigations	(1,350.00)	Reduce to \$3500, similar to F25
Planning & Engineering		
Engineering Services	(5,000.00)	Reduce Engineering to \$50,000
Other Professional Services	(10,000.00)	Reduce ECIVIS Grant Svcs to \$25,000; Reduce Contractual Planner to \$25,000
Travel & Training	(2,500.00)	No Planned travel in F26
Demolition/Abatement	(5,000.00)	Remove Abatement budget
Public Works Roads		
Operating Supplies	(500.00)	Reduce more in line with F24 Actuals
Pool		
Operating Supplies	(450.00)	Reduce to F25 Original budget level
Museum		
Salaries & Benefits	(31,578.01)	Remove P/T Museum Assistant; Increase Museum Aide to 25 hours per week July, August, June / 6 hours per week September to May 2026
Library		
Advertising	(250.00)	Reduce to F25 budget level
Travel & Training	(2,000.00)	Reduce travel to \$4,000
Audio/Visual Materials	(100.00)	Reduce more inline with F24 Actuals
Operating Supplies	(300.00)	Reduce to F25 budget level
Non-Departmental		
Employment Security Unemployment	(2,000.00)	Reduce to \$6,000 - more in line with F25 Actuals
School Appropriation	(700,000.00)	Reduction to School Appropriation to \$2,700,000 via R-25-05-06
Transfers-Interfunds		
Transfers Out - Other Funds	(50,000.00)	Reduce Transfer out to Replenish Vehicle Equipment Fund; Change to \$100,000 Contribution
Fund Balance Contribution		
Contribution to Fund Balance	(51,770.49)	Removed Contribution to Fund Balance
Total FY26 Budget Changes	\$ (980,642.96)	
Total FY26 Proposed Expense:	\$ 17,047,667.31	