

11-08-00
postponed indefinitely

Submitted by: Chairman of the Assembly at
the Request of the Mayor
Prepared by: Office of Management and
Budget
For Reading: October 17, 2000

ANCHORAGE, ALASKA
AO NO. 2000-144(S)
(Contingency or "B" Budget)

1 AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE ADOPTING AND
2 APPROPRIATING FUNDS FOR THE 2001 GENERAL GOVERNMENT OPERATING BUDGET
3 FOR THE MUNICIPALITY OF ANCHORAGE
4 (Contingency or "B" Budget)
5
6

7 WHEREAS, there is before the voters of the State of Alaska an initiative that would limit
8 property taxes levied by a governmental entity on any parcel to one percent of assessed value (10
9 mills) plus taxes required to pay the debt service on existing voter-approved debt; and
10

11 WHEREAS, the Mayor has presented this contingency, also referred to as "B", 2001
12 General Government Operating Budget for the Municipality of Anchorage to the Assembly in
13 accordance with Article XIII of the Municipal Charter and meeting the proposed requirements of the
14 tax initiative should it become effective; and
15

16 WHEREAS, the Assembly reviewed the budget as presented; and
17

18 WHEREAS, on October 17, 2000 and on October 31, 2000 duly advertised public
19 hearings were held in accordance with Article XIII, Section 13.04 of the Municipal Charter; and
20

21 WHEREAS, the 2001 funds are now ready for appropriation by ordinance.
22

23 NOW, THEREFORE, the Assembly hereby ordains:
24

25 Section 1. That the 2001 General Government Operating Budget is hereby adopted for
26 the Municipality of Anchorage.
27

28 Section 2. That the amounts are set forth in the contingency budget, also referred to as
29 the "B" budget as revised by the Assembly for the respective departments and/or funds shall be,
30 and hereby are appropriations for the 2001 fiscal year.
31

32 Section 3. Appropriations for the following operating departments and/or agencies are
33 hereby established:

GENERAL GOVERNMENT

Fund No.	Department/Agency	Operating Costs	Debt Service	Total
1000	Assembly	\$ 1,527,370		\$ 1,527,370
1050	Equal Rights Commission	227,430		227,430
1060	Internal Audit	232,510		232,510
1100	Office of the Mayor	743,570		743,570
1150	Municipal Attorney	3,139,060		3,139,060
1200	Municipal Manager	1,208,320	357,370	1,565,690
1208	Heritage Land Bank	634,200		634,200
1300	Finance	5,424,810		5,424,810
1400	Management Information Systems	1,439,120		1,439,120
1500	Planning	2,177,930		2,177,930
1600	Facility Management	9,329,990		9,329,990
1800	Employee Relations	2,381,570		2,381,570
1900	Purchasing	857,680		857,680
2000	Health and Human Services	6,355,590	1,588,930	7,944,520
3000	Fire	29,248,480	1,844,830	31,093,310
4000	Police	39,864,610	235,800	40,100,410
5100	Cultural and Recreational Services	12,435,440	2,729,530	15,164,970
6000	Public Transportation	7,694,770	126,370	7,821,140
7100	Office of Planning, Development, Public Wk	568,020	27,478,380	28,046,400
7300	Project Management & Engineering	4,489,050		4,489,050
7400	Street Maintenance	18,022,510		18,022,510
7500	Development Services	5,830,360		5,830,360
7700	Traffic	3,395,920		3,395,920
9000	Non-Departmental	7,101,190	176,080	7,277,270
Subtotal General Government Agencies		\$ 164,329,500	\$ 34,537,290	\$ 198,866,790

INTERNAL SERVICE

1300	Finance - Self Insurance	\$ 4,579,180		\$ 4,579,180
1400	Management Information Systems	9,276,760		9,276,760
1600	Facility Management - Fleet Services	6,708,030		6,708,030
Subtotal Internal Service Agencies		\$ 20,563,970	\$ -	\$ 20,563,970

GRAND TOTAL	\$ 184,893,470	\$ 34,537,290	\$ 219,430,760
--------------------	-----------------------	----------------------	-----------------------

Section 4. The General Government Operating Budget appropriations by fund are as follows:

Fund No.	Fund Description	Operating Costs	Debt Service	Total
<u>GENERAL FUNDS</u>				
101	Areawide General	60,932,740	2,469,810	\$ 63,402,550
102	City Service Area (SA)	2,000	142,520	144,520
104	Chugiak Fire SA	587,780		587,780
105	Glen Alps SA	78,540		78,540
106	Girdwood Valley SA	660,650	24350	685,000
108	SA 35 - Roads/Drainage Debt	2,400		2,400
111	Birchtree/Elmore Limited Road SA (LRSA)	110,930		110,930
112	Sec. 6/Campbell Airstrip LRSA	51,110		51,110
113	Valli-Vue Estates LRSA	80,460		80,460
114	Skyranch Estates LRSA	23,530		23,530
115	Upper Grover LRSA	9,140		9,140
116	Raven Woods/Bubbling Brook LRSA	9,750		9,750
117	Mt. Park Estates LRSA	24,180		24,180
118	Mt. Park/Robin Hill LRSA	63,790		63,790
119	Chugiak/Birchwood/Eagle River Rural Road	1,715,590		1,715,590
121	Eaglewood Contributing LRSA	31,960		31,960
122	Gateway Contributing LRSA	460		460
123	Lakehill LRSA	20,420		20,420
124	Totem LRSA	14,160		14,160
129	Eagle River Street Light SA	97,560		97,560
131	Anchorage Fire SA	23,576,530	1,703,890	25,280,420
141	Anchorage Roads and Drainage SA	20,075,270	27,231,390	47,306,660
142	Talus West LRSA	47,710		47,710
143	Upper O'Malley LRSA	216,240		216,240
144	Bear Valley LRSA	19,100		19,100
145	Rabbit Creek View/Heights LRSA	16,880		16,880
146	Villages Scenic Parkway LRSA	8,180		8,180
147	Sequoia Estates LRSA	16,360		16,360
148	Rockhill LRSA	21,800		21,800
149	South Goldenview Area LRSA	90,890		90,890
151	Anchorage Metropolitan Police SA	45,539,800	235,800	45,775,600
161	Anchorage Parks and Recreation SA	7,975,940	2,393,040	10,368,980
162	Eagle River/Chugiak Parks/Recreation SA	746,180	336,490	1,082,670
181	Anchorage Building Safety SA	4,973,810		4,973,810
Subtotal General Funds		\$167,841,840	\$34,537,290	\$ 202,379,130

Fund No.	Fund Description	Operating Costs	Debt Service	Total
<u>SPECIAL REVENUE FUNDS</u>				
221	Heritage Land Bank	\$ 623,390		\$ 623,390
	Subtotal Special Revenue Funds	\$ 623,390	\$	\$ 623,390
<u>DEBT SERVICE FUNDS</u>				
313	Police/Fire Retiree Medical Liability Fund	\$ 947,340		\$ 947,340
	Subtotal Debt Service Fund	\$ 947,340	\$	\$ 947,340
<u>INTERNAL SERVICE FUNDS</u>				
601	Equipment Maintenance	96,470		\$ 96,470
602	Self-Insurance	776,760		776,760
607	Management Information Systems	(5,520)		(5,520)
	Subtotal Internal Service Funds	\$ 867,710	\$ -	\$ 867,710
	TOTAL ALL FUNDS	\$170,280,280	\$34,537,290	\$ 204,817,570

Section 5. Appropriation of funds for Debt Service on Retirement Certificate of Participation: The amount of \$3,471,890 is appropriated to Fund 0719 as a pass-through from annuity income (Account 9769) for the purpose of paying debt expenses per AO 85-176 on the Certificates of Participation.

Section 6. This ordinance shall take effect January 1, 2001

PASSED AND APPROVED by the Anchorage Assembly this ____ day of _____
2000.

Chairperson

ATTEST:

Municipal Clerk



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 956-2000

Meeting Date: OCTOBER 17, 2000

FROM: Mayor

SUBJECT: An Ordinance Adopting and Appropriating Funds for the 2001 General Government Operating Budget

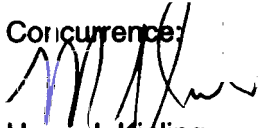
Attached is an "S" version for the 2001 general government operating budget. Commonly referred to as the "B" budget, it has been prepared in response to the proposed ten-mill property tax cap that will be before Alaska voters this November. Given the requirement that the Municipality's operating budget receive final approval by Dec. 10, the Administration believes it is prudent that voters now have the opportunity to evaluate the contemplated reductions in Municipal services that would be required under the tax cap should it pass. The "B" budget allows voters the opportunity to weigh the impact that these reductions would have on themselves, their families, and their neighborhoods.

As required under the proposed tax cap, this contingency budget proposes a spending level of \$219 million. This is \$50 million below the amount that would have been required to continue the current level of services. It is \$30 million below the "A" budget, introduced in September.

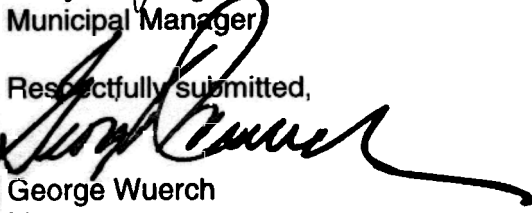
These significant reductions are necessary in order to meet the tax cap initiative's requirement that property taxes not exceed a 10-mill levy. Under the initiative, additional property taxes only can be collected to pay existing debt services. The nature of the proposed 10-mill cap is that it automatically translates into required reductions in services funded by property taxes. In this current year, the Municipality is collecting \$140 million in property taxes. Of this amount \$40 million is for police, \$25 million for Fire and Emergency Medical Services, and \$41 million for street maintenance and snow removal. Even if we proposed eliminating all other tax-supported services (\$34 million), still more cuts would be necessary in order to meet the requirements of the 10-mill cap. We had no choice except to propose reductions in these basic responsibilities.

For 2001, the practical effect of the proposed cap is that the average mill levy would go to 14.05 (10 mills plus 4.05 for Municipal and School District debt service). This contrasts with a potential 17.90 mills under the proposed "A" budget. The "B" budget results in the loss of 555 full-time, part-time, and temporary positions, compared to the loss of 273 positions under the "A" budget. The property taxes required to support Municipal services decreases from the current \$140 million, to \$115 million. I urge members of the Assembly to encourage their constituents to examine the "B" budget so each resident can determine if the services it would deliver provide the quality of life we each want for Anchorage.

Concurrence:


Harry J. Kielling
Municipal Manager

Respectfully submitted,


George Wuerch
Mayor

Prepared by:


Cheryl Frasca, Director
Office of Management and Budget

Municipality of Anchorage
MUNICIPAL CLERK'S OFFICE
Agenda Document Control Sheet

AO 2000-144(S)

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

1	SUBJECT OF AGENDA DOCUMENT	DATE PREPARED	
	An Ordinance Adopting and Appropriating Funds for the 2001 General Government Operating Budget.	October 13, 2000	
		Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM	
2	DEPARTMENT NAME	DIRECTOR'S NAME	
	Office of Management and Budget	Cheryl Frasca	
3	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY	HIS/HER PHONE NUMBER	
	Rae Foutz	343-4281	
4	COORDINATED WITH AND REVIEWED BY	INITIALS	DATE
<input checked="" type="checkbox"/>	Mayor		
	Heritage Land Bank		
	Merrill Field Airport		
	Municipal Light & Power		
	Port of Anchorage		
	Solid Waste Services		
	Water & Wastewater Utility		
<input checked="" type="checkbox"/>	Municipal Manager	HK	10/16/00
	Cultural & Recreational Services		
	Employee Relations		
	Finance, Chief Fiscal Officer		
	Fire		
	Health & Human Services		
<input checked="" type="checkbox"/>	Office of Management and Budget	CF	10/13/00
	Management Information Services		
	Police		
	Planning, Development & Public Works		
	Development Services		
	Facility Management		
	Planning		
	Project Management & Engineering		
	Street Maintenance		
	Traffic		
	Public Transportation Department		
	Purchasing		
<input checked="" type="checkbox"/>	Municipal Attorney		10/13/00
	Municipal Clerk		
	Other		
<div style="border: 1px solid black; padding: 5px; display: inline-block;"> RECEIVED Office of Municipal Clerk OCT 16 2000 P.O. Box 196650 Anchorage, AK 99519-6650 </div>			
5	Special Instructions/Comments		
	12.N.2 New Public Hearings		
6	ASSEMBLY HEARING DATE REQUESTED	7	PUBLIC HEARING DATE REQUESTED
	10/17/00		10/17/00 + 10/24/00

OCT 15 AM 9:59
 M.O.A.
 CLERK'S OFFICE