

**MUNICIPALITY OF ANCHORAGE**

**ORDINANCE No. 2024-3**

**AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF THE MUNICIPALITY OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED ONE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$1,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY IMPROVEMENTS (POLICE) IN THE ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024.**

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Prepared by

K&L GATES LLP

**MUNICIPALITY OF ANCHORAGE  
ORDINANCE No. 2024-3**

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\* This Table of Contents and the cover page are for convenience of reference and are not intended to be a part of this ordinance.

Municipal Clerk's Office  
**Approved**  
Date: **January 23, 2024**  
**Immediate Reconsideration Failed**  
Date: **January 23, 2024**

Requested by: Chair of the Assembly at the  
Request of the Mayor  
Prepared by: Cynthia M. Weed, Bond Counsel  
K&L GATES LLP  
For Reading: January 9, 2024

**MUNICIPALITY OF ANCHORAGE**  
**ORDINANCE No. 2024-3**

**AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF THE MUNICIPALITY OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED ONE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$1,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY IMPROVEMENTS (POLICE) IN THE ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024.**

**WHEREAS**, the best interest of the citizens and property owners in the Anchorage Metropolitan Police Service Area serving the Municipality of Anchorage, Alaska (the "Municipality") require the Municipality to reconstruct the roof and renovate the heating delivery system at APD Elmore Station (the "Projects"); and

**WHEREAS**, in order to provide financing for the Projects, it is deemed necessary and advisable that the Municipality issue and sell its general obligation bonds in the principal amount of not to exceed \$1,500,000 (the "Bonds"); now, therefore,

**THE ANCHORAGE ASSEMBLY ORDAINS:**

**Section 1. Purpose.** The Assembly of the Municipality hereby determines that the best interest of the residents and property owners within the Anchorage Metropolitan Police Service Area require the Municipality to undertake the Projects at the time and in the order and in the manner deemed most necessary and advisable by the Municipality. The estimated cost of the Projects, including incidental costs and costs related to issuing and selling the Bonds as provided in this ordinance, is estimated to be \$1,500,000.

The Projects are described in more detail in the attachment to the Assembly Memorandum accompanying this ordinance. The cost of all necessary planning, site preparation, construction, installing and equipping of the Projects, architectural, engineering, design, and other consulting services, inspection and testing, administrative expenses, costs of issuance of the Bonds and other costs incurred in connection with the Projects shall be deemed to be costs of the approved Projects. The approved Projects may be completed with all necessary equipment and appurtenances.

1       The Municipality shall determine the application of available moneys for the  
2 Projects so as to accomplish, as nearly as may be, all of the Projects described or  
3 provided for in this section.  
4

5       If the Municipality shall determine that it has become impractical to  
6 accomplish any portion of the approved Projects by reason of changed conditions  
7 or needs, incompatible development or costs substantially in excess of those  
8 estimated, the Municipality shall not be required to accomplish such portions and  
9 shall apply Bond proceeds as set forth in this section.  
10

11       If the approved Projects have been completed in whole or in part, or its  
12 completion duly provided for, or its completion found to be impractical, the  
13 Municipality may apply Bond proceeds or any portion thereof to other voter-  
14 approved and not rescinded Municipality capital improvements within the  
15 Anchorage Metropolitan Police Service Area at its sole discretion. Otherwise, the  
16 Municipality shall apply such remaining proceeds solely to payment of principal or  
17 interest on the Bonds, as provided in the Home Rule Charter. In the event that the  
18 proceeds of sale of the Bonds, plus any other monies of the Municipality legally  
19 available, are insufficient to accomplish the approved Projects, the Municipality  
20 shall use the available funds for paying the cost of those portions of the approved  
21 Projects deemed by the Municipality most necessary and in the best interest of the  
22 Municipality. No Bond proceeds shall be used by the Municipality for any purpose  
23 other than a capital improvement of the Municipality.  
24

25       For the purpose of providing funds for the undertaking of the Projects, which  
26 is hereby found to be a public purpose and in the public interest, the Municipality  
27 hereby proposes to issue general obligation bonded indebtedness in an amount  
28 not to exceed One Million Five Hundred Thousand Dollars (\$1,500,000).  
29

30 **Section 2. Details of Bonds.** The Bonds shall be sold in such amounts and at  
31 such time or times as deemed necessary and advisable by the Assembly and as  
32 permitted by law and shall mature over a period of 20 years from date of issue.  
33 The Bonds shall be issued in an aggregate principal amount of not to exceed  
34 \$1,500,000. The Bonds shall bear interest to be fixed at the time of sale or sales  
35 thereof. The exact form, terms, conditions, contents, security, options of  
36 redemption, and such other matters relating to the issuance and sale of said  
37 Bonds as are deemed necessary and advisable by the Assembly shall be as  
38 hereinafter determined and/or delegated by ordinance and/or resolution of the  
39 Assembly.  
40

41       The full faith and credit of the Municipality is pledged for the payment of the  
42 principal of and interest on the Bonds, and ad valorem taxes upon all taxable  
43 property in the Municipality shall be levied without limitation as to rate or amount to  
44 pay the principal and interest on the Bonds when due. The principal of and  
45 interest on the Bonds are to be paid first from ad valorem taxes levied and  
46 collected within the Anchorage Metropolitan Police Service Area.

**Section 3. Ballot Proposition.** The Assembly hereby submits to the qualified voters of the Municipality the proposition of whether or not the Municipality should issue the Bonds for the purpose of financing the costs of the approved Projects at the regular municipal election to be held on April 2, 2024.

The Clerk shall prepare the ballot proposition to be submitted to the voters as provided by this ordinance and the Municipal Code and shall perform all necessary steps in accordance with law to place this proposition before the voters at the regular election. The proposition must receive a majority vote of those in the Municipality voting, both in the Anchorage Metropolitan Police Service Area and areawide, on the question to be approved. The proposition shall be substantially in the following form:

PROPOSITION NO. \_\_\_\_\_

**ANCHORAGE METROPOLITAN POLICE SERVICE AREA BONDS**

For the purpose of reconstructing the roof and renovating the heating delivery system at APD Elmore Station in the Anchorage Metropolitan Police Service Area as provided in AO 2024-\_\_, shall Anchorage borrow money and issue up to \$1,500,000 in principal amount of general obligation bonds?

Voter approval of this bond proposition authorizes for each \$100,000 of assessed taxable property value (based on the estimated 2024 assessed valuation in the Anchorage Metropolitan Police Service Area) an annual increase in taxes of approximately \$0.31 to retire the proposed bonds.

The debt shall be paid from real and personal property taxes levied and collected within the Anchorage Metropolitan Police Service Area, which consists of areas north of McHugh Creek (other than Fire Island), without cost to properties in Girdwood, Bird, Indian, Rainbow, Portage and other areas outside the Service Area. The Municipality will also pledge its full faith and credit for payment of the bonds.

☐ YES ☐ NO

**Section 4. Effective Dates.** Section 2 of this ordinance shall become effective only if the proposition described in Section 3 is approved by a majority of the qualified voters voting on the proposition at the regular election held on April 2,

2024. The remaining sections of this ordinance shall become effective upon passage and approval by the Assembly.

PASSED AND APPROVED by the Assembly of the Municipality of Anchorage, this 23rd day of January, 2024.

ATTEST:

*Christopher Constant*

Chair

*Janie Tung*

Municipal Clerk



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 29-2024

Meeting Date: January 9, 2024

1 **FROM: MAYOR**

2  
3 **SUBJECT: AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE**  
4 **QUALIFIED VOTERS OF THE MUNICIPALITY OF ANCHORAGE,**  
5 **ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO**  
6 **EXCEED ONE MILLION FIVE HUNDRED THOUSAND DOLLARS**  
7 **(\$1,500,000) OF GENERAL OBLIGATION BONDS OF THE**  
8 **MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF**  
9 **PUBLIC SAFETY IMPROVEMENTS (POLICE) IN THE**  
10 **ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE**  
11 **ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024.**

12  
13 The attached ordinance will place a general obligation bond proposition for the  
14 Anchorage Metropolitan Police Service Area on the ballot for the regular Municipal  
15 election to be held on April 2, 2024.

16  
17 The Administration recommends scheduling a public hearing for this bond ordinance  
18 on January 23, 2024.

19  
20 The Anchorage Metropolitan Police Service Area bond proposal will implement the  
21 priorities established in the recently approved 2024-2029 Capital Improvement  
22 Program. Please see the attached Project List, attached as Exhibit A.

23  
24 **THE ADMINISTRATION RECOMMENDS APPROVAL OF THE ORDINANCE.**

25  
26 Prepared by: Ross Risvold, Public Finance & Investments Manager

27 Approved: Alden Thern, CFO

28 Concur: Anne Helzer, Municipal Attorney

29 Concur: Sharon Lechner, Acting OMB Director

30 Concur: Kent E. Kohlhase, P.E., Municipal Manager

31 Respectfully submitted: Dave Bronson, Mayor

**EXHIBIT A**

**Anchorage Metropolitan Police Service Area Capital Improvements  
2024 Bond Project List  
(000)'s**

<b>Project</b>	<b>Amount</b>	<b>O&amp;M</b>
APD Elmore Station Heating Delivery System Renovation	\$ 500	-
APD Elmore Station Roof Reconstruction	1,000	-
<b>Total</b>	<b>\$1,500</b>	<b>-</b>



**MUNICIPALITY OF ANCHORAGE**  
**Summary of Economic Effects    General Government**

AO Number: 2024 -3

Title:    AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF THE MUNICIPALITY OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED ONE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$1,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY IMPROVEMENTS (POLICE) IN THE ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024.

Sponsor: Mayor

Preparing Agency: Public Finance Division

Others Impacted:    Police

<b>CHANGES IN EXPENDITURES AND REVENUES:</b>					
(Thousands of Dollars)					
	FY24	FY25	FY26	FY27	FY28
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services					
4000 Debt Service	--	115.1	115.1	115.1	115.1
5000 Capital Outlay					
TOTAL DIRECT COSTS:	--	115.1	115.1	115.1	115.1
ADD: 6000 Charge from Others					
FUNCTION COST:	--	115.1	115.1	115.1	115.1
REVENUES:					
CAPITAL:					
POSITIONS: FT/PT and Temp.					

**PUBLIC SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service of \$115,061 assumes bonds are sold as a single bond issue with an interest rate of 4.475% with bond repayments corresponding to the expected life of the assets financed up to 20 years.

**PRIVATE SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service payments of approximately \$115,061 equate to an estimated property tax increase of 0.0031 mills or \$0.31 per year on \$100,000 of assessed valuation in the Anchorage Metropolitan Police Service Area.