

Municipal Clerk's Office

Approved

Date: **January 27, 2026**

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 13, 2026

MUNICIPALITY OF ANCHORAGE

AO No. 2026-7

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 TWO MILLION FIVE HUNDRED THOUSAND DOLLARS (\$2,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF FIRE PROTECTION CAPITAL IMPROVEMENTS IN THE ANCHORAGE FIRE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 7, 2026.

WHEREAS, the best interests of the citizens and property owners in the Anchorage Fire Service Area serving the Municipality of Anchorage, Alaska (the "Municipality") require the Municipality to acquire replacement fire engine trucks (the "Project"); and

WHEREAS, in order to provide financing for the Project, it is deemed necessary and advisable that the Municipality issue and sell its general obligation bonds in the principal amount of not to exceed \$2,500,000 (the "Bonds"); now, therefore,

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. Purpose. The Assembly of the Municipality hereby determines that the best interests of the residents and property owners within the Anchorage Fire Service Area require the Municipality to undertake the Project at the time and in the order and in the manner deemed most necessary and advisable by the Municipality. The estimated cost of the Project, including incidental costs and costs related to issuing and selling the Bonds as provided in this ordinance, is estimated to be \$2,500,000.

The Project is described in more detail in the attachment to the Assembly Memorandum accompanying this ordinance. The cost of all necessary planning, acquisition of property, site preparation, construction, installing and equipping of the Project, 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 Project shall be deemed to be costs of the approved Project. The approved Project may be completed with all necessary equipment and appurtenances.

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

1
2 If the Municipality shall determine that it has become impractical to
3 accomplish any portion of the approved Project by reason of changed conditions or
4 needs, incompatible development or costs substantially in excess of those
5 estimated, the Municipality shall not be required to accomplish such portions and
6 shall apply Bond proceeds as set forth in this section.
7

8 If the approved Project has been completed in whole or in part, or its
9 completion duly provided for, or its completion found to be impractical, the
10 Municipality may apply Bond proceeds or any portion thereof to other Municipality
11 capital improvements within the Anchorage Fire Service Area at its sole discretion.
12 Otherwise, the Municipality shall apply such remaining proceeds solely to payment
13 of principal or interest on the Bonds, as provided in the Home Rule Charter. In the
14 event that the proceeds of sale of the Bonds, plus any other monies of the
15 Municipality legally available, are insufficient to accomplish the approved Project,
16 the Municipality shall use the available funds for paying the cost of those portions of
17 the approved Project deemed by the Municipality most necessary and in the best
18 interest of the Municipality. No Bond proceeds shall be used by the Municipality for
19 any purpose other than a capital improvement of the Municipality
20

21 For the purpose of providing funds for the undertaking of the Project, which
22 is hereby found to be a public purpose and in the public interest, the Municipality
23 hereby proposes to issue general obligation bonded indebtedness in an amount not
24 to exceed Two Million Five Hundred Thousand Dollars (\$2,500,000).
25

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

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

43 **Section 3. Ballot Proposition.** The Assembly hereby submits to the qualified
44 voters of the Municipality the proposition of whether the Municipality should issue
45 the Bonds for the purpose of financing the costs of the approved Project at the
46 regular municipal election to be held on April 7, 2026.

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 Fire Service Area and areawide, on the question to be approved. The proposition shall be substantially in the following form:

PROPOSITION NO. _____

ANCHORAGE FIRE SERVICE AREA FIRE PROTECTION BONDS

For the purpose of acquiring replacement fire engine trucks in the Anchorage Fire Service Area, as provided in AO 2026-____, shall Anchorage borrow money and issue up to \$2,500,000 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 2026 assessed valuation in the Anchorage Fire Service Area) an annual increase in taxes of approximately \$0.46 to retire the proposed bonds.

The debt shall be paid from real and personal property taxes levied and collected within the Anchorage Fire Service Area without cost to properties in Chugiak, Girdwood, 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 7, 2026. 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
27th day of January, 2026.

Christopher Constant

ATTEST:

Chair

Janie Luning

Municipal Clerk



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 19 -2026

Meeting Date: January 13, 2026

From: Mayor

Subject: 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 TWO MILLION FIVE HUNDRED THOUSAND DOLLARS (\$2,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF FIRE PROTECTION CAPITAL IMPROVEMENTS IN THE ANCHORAGE FIRE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 7, 2026.

The attached ordinance will place a general obligation bond proposition for the Anchorage Fire Service Area on the ballot for the Municipal election to be held on April 7, 2026.

The Administration recommends scheduling a public hearing for this bond ordinance on January 27, 2026.

The Anchorage Fire Service Area bond proposal will implement the priorities established in the 2026-2031 Capital Improvement Program. Please see the attached Project List, attached as Exhibit A.

THE ADMINISTRATION RECOMMENDS APPROVAL OF THE ORDINANCE.

Prepared by: Ross Risvold, Public Finance Manager

Approved: Philippe D. Brice, CFO

Approved: William D. Falsey, Chief Administrative Officer

Concur: Eva R. Gardner, Municipal Attorney

Concur: Ona R. Brause, OMB Director

Concur: Rebecca A. Windt Pearson, Municipal Manager

Respectfully submitted: Suzanne LaFrance, Mayor

AM 2026 Fire Prop.doc

EXHIBIT A

Anchorage Fire Service Area 2026 Bond Project List (000)'s

	<u>Project</u>	<u>Amount</u>	<u>O&M</u>
Fire Engine Replacements		\$2,500	-
Total		\$2,500	-

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects - General Government

AO Number: 2026-7

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 TWO MILLION FIVE HUNDRED THOUSAND DOLLARS (\$2,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF FIRE PROTECTION CAPITAL IMPROVEMENTS IN THE ANCHORAGE FIRE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 7, 2026.

Sponsor: Mayor

Preparing Agency: Public Finance Division

Others Impacted: Fire Department

CHANGES IN EXPENDITURES AND REVENUES: (Thousands of Dollars)

	FY26	FY27	FY28	FY29	FY30
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services					
4000 Debt Service	--	184	184	184	184
5000 Capital Outlay					
TOTAL DIRECT COSTS:	--	184	184	184	184
ADD: 6000 Charge from Others					
FUNCTION COST:	--	184	184	184	184

REVENUES:

CAPITAL:

POSITIONS: FT/PT and Temp.

PUBLIC SECTOR ECONOMIC EFFECTS:

Estimated annual debt service of \$184,231 assumes bonds are sold as a single bond issue with an interest rate of 4.017% 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 \$184,231 equate to an estimated property tax increase of 0.0046 mills or \$0.46 per year on \$100,000 of assessed valuation in the Anchorage Fire Service Area.