MUNICIPALITY OF ANCHORAGE

ORDINANCE No. 2023-114

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 TWELVE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$12,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF AN AREAWIDE PUBLIC RESTROOM PROJECT AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024 AND APPROVING AND ADDING A PROJECT TO THE AREAWIDE 2024 CIB TO INCLUDE THE PUBLIC RESTROOM PROJECT.

Prepared by

K&L GATES LLP

MUNICIPALITY OF ANCHORAGE ORDINANCE No. 2023-114

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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.

Submitted by: Assembly Members

Chris Constant, Meg Zaletel and Anna

Brawley

Prepared by: Cynthia M. Weed, Bond

Counsel

K&L GATES LLP

For Reading: October 24, 2023

MUNICIPALITY OF ANCHORAGE ORDINANCE No. 2023-114

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 TWELVE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$12,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF AN AREAWIDE PUBLIC RESTROOM PROJECT AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024 AND APPROVING AND ADDING A PROJECT TO THE AREAWIDE 2024 CIB TO INCLUDE THE PUBLIC RESTROOM PROJECT.

WHEREAS, the Municipality of Anchorage, Alaska (the "Municipality") is a home rule municipality, including powers to protect public health; and

WHEREAS, the best interest of the citizens and property owners in the Municipality require the Municipality to acquire and install areawide public restrooms, said restrooms will be standalone, durable-construction public restroom units (the "Project"); and

WHEREAS, the Assembly may alter the Areawide 2024 CIB by majority vote; and

WHEREAS, the Assembly desires to alter the Areawide 2024 CIB to include 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 \$12,500,000 (the "Bonds"); now, therefore,

THE ANCHORAGE ASSEMBLY ORDAINS:

<u>Section 1</u>. <u>Purpose</u>. The Assembly hereby determines that the Project is needed throughout the Municipality. The Assembly hereby determines that the best interest of the residents and property owners within the Municipality 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 \$12,500,000.

The Assembly hereby finds it necessary to alter the Areawide 2024 CIB to include the Project.

The Project is described in more detail in the Assembly Memorandum accompanying this ordinance. The cost of all necessary planning, acquisition of property for, 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, the Project described or provided for in this section.

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

If the approved Project has been completed in whole or in part, or its completion duly provided for, or its completion found to be impractical, the Municipality shall apply such remaining proceeds solely to payment of principal or interest on the Bonds, as provided in the Home Rule Charter. In the event that the proceeds of sale of the Bonds, plus any other monies of the Municipality legally available, are insufficient to accomplish the approved Project, the Municipality shall use the available funds for paying the cost of those portions of the approved Project deemed by the Municipality most necessary and in the best interest of the Municipality. No Bond proceeds shall be used by the Municipality for any purpose other than a capital improvement of the Municipality.

For the purpose of providing funds for the undertaking of the Project, which is hereby found to be a public purpose and in the public interest, the Municipality hereby proposes to issue general obligation bonded indebtedness in an amount not to exceed Twelve Million Five Hundred Thousand Dollars (\$12,500,000).

<u>Section 2</u>. <u>Details of Bonds</u>. The Bonds shall be sold in such amounts and at such time or times as deemed necessary and advisable by the Assembly and as permitted by law and shall mature over a period of up to 20 years from date of issue.

The Bonds shall be issued in an aggregate principal amount of not to exceed \$12,500,000. The Bonds shall bear interest to be fixed at the time of sale or sales thereof. The exact form, terms, conditions, contents, security, options of redemption, and such other matters relating to the issuance and sale of said Bonds as are deemed necessary and advisable by the Assembly shall be as hereinafter determined and/or delegated by ordinance and/or resolution of the Assembly.

The full faith and credit of the Municipality is pledged for the payment of the principal of and interest on the Bonds, and ad valorem taxes upon all taxable property in the Municipality shall be levied without limitation as to rate or amount to pay the principal and interest on the Bonds when due.

<u>Section 3</u>. <u>Ballot Proposition</u>. 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 Project 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 an areawide majority vote of those in the Municipality voting on the question to be approved. The proposition shall be substantially in the following form:

PROPOSITION NO.

AREAWIDE PUBLIC RESTROOM BONDS

For the purpose of providing areawide public restrooms within the Municipality of Anchorage, of The Portland Loo type or similar, as provided in AO 2023-___, shall Anchorage borrow money and issue up to \$12,500,000 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 areawide assessed valuation in Anchorage) an annual increase in taxes of approximately \$2.54 to retire the proposed bonds.



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 805-2023

Meeting Date: October 24, 2023

Submitted by:

Assembly Members Chris Constant, Meg Zaletel and

Anna Brawley

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 TWELVE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$12,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF AN AREAWIDE PUBLIC RESTROOM PROJECT AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024 AND APPROVING AND ADDING A PROJECT TO THE AREAWIDE 2024 CIB TO INCLUDE THE PUBLIC RESTROOM PROJECT.

The attached ordinance will place a general obligation bond proposition for the Areawide Public Restroom Project (the "Project") on the ballot for the regular Municipal election to be held on April 2, 2024. The ordinance will also alter the Areawide 2024 CIB Budget.

The Project bond proposal will address the ongoing lack of public restrooms in the Municipality of Anchorage. Public restrooms have been a common feature in cities, along with other public health and hygiene amenities such as drinking fountains, seating areas, and indoor and outdoor recreational facilities such as parks, transit stations, and community centers. However, communities in the United States have a significant lack of public restrooms compared to cities in other countries; a 2021 study found that there are only 8 public restrooms per 100,000 people, compared with Iceland having 56 public restrooms per 100,000 people.

Public restrooms provide relief for a basic human need, but also specifically benefit diverse segments of the population who live or are visitors to the city:

Elders

- Pregnant women
- Parents with toddlers and young children
- People who experience disabilities, including who use wheelchairs

¹ https://www.bloomberg.com/news/features/2021-11-05/why-american-cities-lost-their-public-bathrooms

 People with a variety of medical conditions that affect bladder and digestive tract function, including bladder cancer, irritable bowel syndrome, ulcerative colitis, prostate issues, and side effects of some medications.²

In addition to benefits to individuals for these amenities in public spaces, provision of public restrooms has broader economic and environmental benefits. Providing more amenities in public spaces supports economic activity for residents, tourists, and other visitors; availability of public restrooms complements popular private business activities such as food concessions in public parks and along trails. Having public restrooms also offsets demand for, and associated costs with, the public using businesses' and organizations' restrooms, from routine cleaning to repairing damage from misuse. Increasing concern and frustration from business owners about these impacts to their own facilities has led to a trend of reducing public access to restroom facilities, such as requiring a purchase to use the restroom, use of keys and door codes to limit access, or simply not providing this convenience.

This bond would provide resources for between 20 and 30 sturdy, standalone public restroom units, intended to be utilized across the Municipality, as a pilot project for potential expansion of this service, if successful, in a future year. The unit contemplated is the Portland Loo, a well-tested public facility designed for safety, cleanliness, and resistance to damage that has performed successfully in over 20 cities, including Ketchikan and Kodiak, since being first installed in Portland, Oregon in 2004.³ These units are ADA-compliant and designed to balance privacy and safety, with ground-level visibility to determine if a unit is occupied.

The Assembly desires to schedule a public hearing for this bond ordinance on November 7, 2023.

Please see the attached Project List, attached as Exhibit A.

Prepared by: Assembly Members Chris Constant,

Meg Zaletel and Anna Brawley

Acknowledged by: Alden Thern, CFO

Acknowledged by:
Anne Helzer, Municipal Attorney
Kent E. Kohlhase, Municipal Manager
Assembly Members Chris Constant,
Meg Zaletel and Anna Brawley

² https://americanrestroom.org/who-are-the-restroom-challenged/

³ https://www.bloomberg.com/news/features/2021-11-05/why-american-cities-lost-their-public-bathrooms

EXHIBIT A

Areawide Public Restrooms 2024 Bond Project List (000)'s

<u>Project</u>	<u>Amount</u>	<u>0&M</u>
The Portland Loo, or similar, stand alone bathrooms	\$12,500	
Total	\$12,500	

MUNICIPALITY OF ANCHORAGE Summary of Economic Effects - General Government

AO Number: 2023-114 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 TWELVE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$12,500,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF AN AREAWIDE PUBLIC RESTROOM PROJECT AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 2, 2024 AND APPROVING AND ADDING A PROJECT TO THE AREAWIDE 2024 CIB TO INCLUDE THE PUBLIC RESTROOM PROJECT.

Sponsors: Assembly Members Chris Constant, Meg Zaletel and Anna Brawley

Prepared By: Assembly Members Chris Constant, Meg Zaletel and Anna Brawley and Public

Finance Staff

Others Impacted: Areawide Service Area: Public Restrooms

CHANGES IN EXPENDITURES A	ES: ((Thousands of Dollars)			
	FY23	FY24	FY25	FY26	FY27
Operating Expenditures 1000 Personal Services 2000 Supplies 3000 Other Services 4000 Debt Service 5000 Capital Outlay		958.8	958.8	958.8	958.8
TOTAL DIRECT COSTS:		958.8	958.8	958.8	958.8
ADD: 6000 Charge from Others LESS: 7000 Charge to Others					
FUNCTION COST:					
REVENUES:					
CAPITAL:					
POSITIONS: FT/PT and Temp.					

PUBLIC SECTOR ECONOMIC EFFECTS:

Estimated annual debt service of \$958,842 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 \$958,842 equate to an estimated property tax increase of 0.0254 mills or \$2.54 per year on \$100,000 of assessed valuation in the Municipality areawide.