

Submitted by:

Chairman of the Assembly at the
Request of the Anchorage School
District
Wohlforth, Argetsinger, Johnson
& Brecht

For Reading:

February 10, 1998

MUNICIPALITY OF ANCHORAGE

ALASKA

ORDINANCE NO. AO 98-6(S-2)

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED THIRTY-SIX MILLION SIX HUNDRED THOUSAND DOLLARS (\$36,600,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF EDUCATIONAL CAPITAL IMPROVEMENTS IN THE MUNICIPALITY OF ANCHORAGE AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS AT AN ELECTION IN AND FOR THE MUNICIPALITY OF ANCHORAGE ON APRIL 21, 1998.

THE ANCHORAGE ASSEMBLY HEREBY ORDAINS:

Section 1. It is hereby determined to be for a public purpose and in the public interest of the Municipality of Anchorage (the "Municipality") to incur general obligation bonded indebtedness in an amount not to exceed Thirty-Six Million Six Hundred Thousand Dollars (\$36,600,000), for the purpose of paying the costs of planning, designing, acquiring property for, site preparation, constructing, acquiring, renovating, installing and equipping educational capital improvement projects within the Municipality including, but not limited to, the following:

	<u>Project</u>	<u>Estimated Cost</u>	<u>Maximum Annual Operation and Maintenance Cost</u>
1.	Districtwide Underground Storage Tanks: <i>Tank removal-Baxter, Chester Valley, Chugiak, Creekside Park, Fairview, Homestead, Inlet View, Muldoon, Nunaka Valley, Scenic Park, Tudor and Turnagain Elementary Schools; Central Middle School; Data Processing Underground Storage Tank Release Investigations/Remediation-Bear Valley, Campbell, Fire Lake, Girdwood, North Star Elementary Schools; Facilities/ Maintenance, Student Transportation</i>	\$1,800,000	\$ 0

	<u>Project</u>	<u>Estimated Cost</u>	<u>Maximum Annual Operation and Maintenance Cost</u>
2.	Districtwide Heating and Ventilation Upgrades: Bear Valley, Fire Lake, Homestead, Klatt, Mt. Mr. View, Ravenwood, Spring Hill Elementary Schools	1,700,000	0
3.	Districtwide Electrical Safety and System Upgrades: Abbott Loop, Airport Heights, Bayshore, Chugach Optional, Chugiak, Eagle River, Homestead, Lake Otis, O'Malley, Rogers Park, Rabbit Creek, Russian Jack, Sand Lake, Tudor, Turnagain and Gladys Wood Elementary Schools; Clark and Wendler Middle Schools; Bartlett and East High Schools	3,250,000	0
4.	Districtwide Facility Audits and Project Planning: Chester Valley, Chugach Optional, Government Hill, Inlet View, Rabbit Creek, Sand Lake and Turnagain Elementary Schools	350,000	0
5.	Districtwide Asbestos, Code and Life Safety	500,000	0
6.	Districtwide Playground Safety and Equipment Upgrades - Phase II: Airport Heights, Bayshore, Bear Valley, Birchwood, Bowman, Chinook, Chugach Optional, Chugiak, Eagle River, Fire Lake, Huffman, Inlet View, Lake Otis, Ocean View, O'Malley, Rabbit Creek, Ravenwood , Spring Hill Russian Jack, Sand Lake and Gladys Wood Elementary Schools	2,000,000	0
7.	Bartlett High School Roof Repair	2,700,000	0
	Baxter Elementary School - Renovation and Addition	9,700,000	48,400
8.	Creekside Park Elementary School - Renovation and Addition	8,700,000	50,750
9.	Ocean View Elementary School - Renovation and Addition	5,900,000	42,200

Section 2. The sum of not to exceed Thirty-Six Million Six Hundred Thousand Dollars (\$36,600,000) shall be borrowed by, for and on behalf of the Municipality for the aforesaid school capital improvements and shall be evidenced by the issuance of

1 general obligation bonds of the Municipality. The bond proceeds shall be used for
2 capital improvements only. The full faith and credit of the Municipality is pledged for the
3 payment of the principal of and interest on the bonds, and ad valorem taxes upon all
4 taxable property in the Municipality shall be levied without limitation as to rate or amount
5 to pay the principal of and interest on the bonds when due.

6 Section 3. An election is to be held on April 21, 1998, in and for the Municipality
7 of Anchorage, for the purpose of submitting a general obligation bond proposition to the
8 qualified voters of the Municipality for approval or rejection. The proposition must
9 receive a majority vote of those in the Municipality voting on the question to be
10 approved. The proposition shall be substantially in the following form.

11 PROPOSITION NO. _____

12 EDUCATIONAL CAPITAL IMPROVEMENT BONDS

13 Shall Anchorage borrow up to \$36,600,000 through the
14 issuance of general obligation bonds and increase the
municipal tax cap limitation by an amount up to \$141,350?

15 The general obligation bond proceeds will pay costs of plan-
16 ning, designing, acquiring property for, site preparation,
17 constructing, acquiring, renovating, installing and equipping
educational capital improvement projects within Anchorage.
18 The increase in the tax cap limitation will pay for operations
and maintenance costs related to the proposed educational
19 capital improvements. The proposed educational capital
improvement projects include, but are not limited to, the
following:

	<u>Project</u>	<u>Estimated Cost</u>	<u>Maximum Annual Operation and Maintenance Cost</u>
1	Districtwide Underground Storage Tanks:	\$1,800,000	\$ 0
22	<i>Tank removal</i> -Baxter, Chester Valley,		
23	Chugiak, Creekside Park, Fairview,		
24	Homestead, Inlet View, Muldoon, Nunaka		
25	Valley, Scenic Park, Tudor and		
26	Turnagain Elementary Schools; Central		
27	Middle School; Data Processing		
28	<i>Underground Storage Tank Release</i>		
	<i>Investigations/Remediation</i> -Bear Valley,		
	Campbell, Fire Lake, Girdwood, North		
	Star Elementary Schools/Facili- ties/Maintenance, Student Transportation		

	<u>Project</u>	<u>Estimated Cost</u>	<u>Maximum Annual Operation and Maintenance Cost</u>
2.	Districtwide Heating and Ventilation Upgrades: Bear Valley, Fire Lake, Homestead, Klatt, Mt. View, Ravenwood, Spring Hill Elementary Schools	1,700,000	0
3.	Districtwide Electrical Safety and System Upgrades: Abbott Loop, Airport Heights, Bayshore, Chugach Optional, Chugiak, Eagle River, Homestead, Lake Otis, O'Malley, Rogers Park, Rabbit Creek, Russian Jack, Sand Lake, Tudor, Turnagain and Gladys Wood Elementary Schools; Clark and Wendler Middle Schools; Bartlett and East High Schools	3,250,000	0
4.	Districtwide Facility Audits and Project Planning: Chester Valley, Chugach Optional, Government Hill, Inlet View, Rabbit Creek, Sand Lake and Turnagain Elementary Schools	350,000	0
5.	Districtwide Asbestos, Code and Life Safety	500,000	0
6.	Districtwide Playground Safety and Equipment Upgrades - Phase II: Airport Heights, Bayshore, Bear Valley, Birchwood, Bowman, Chinook, Chugach Optional, Chugiak, Eagle River, Fire Lake, Huffman, Inlet View, Lake Otis, Ocean View, O'Malley, Rabbit Creek, Ravenwood, Russian Jack, Sand Lake and Gladys Wood Elementary Schools	2,000,000	0
7.	Bartlett High School Roof Repair	2,700,000	0
8.	Baxter Elementary School - Renovation and Addition	9,700,000	48,400
9.	Creskide Park Elementary School - Renovation and Addition	8,700,000	50,750
10.	Ocean View Elementary School - Renovation and Addition	5,900,000	42,200

Voter approval of this bond proposition authorized for each \$100,000 of assessed real and personal property value (based on the estimated 1998 assessed valuation): (i) an annual increase in taxes of \$22.30 to retire the proposed debt, and (ii) an increase in the tax cap limitation (Char-

1 ter 14.03(b)(2)) of \$1.10 to pay for annual operation and
2 maintenance costs related to the proposed educational
capital improvements.

3 The debt will be paid from individual and business property
4 taxes levied and collected areawide in Anchorage. Anchor-
age will also pledge its full faith and credit for payment of the
5 debt.

6 There is no program for state reimbursement to Anchorage
7 for debt service on these bonds. If legislation were enacted
to establish such a program Anchorage would seek reim-
bursement pursuant to the terms of such legislation.

8 (No. AO 98-__)

9 Section 4 The proposition, both for paper ballots and machine ballots, shall be
10 printed on a ballot which may set forth other general obligation bond propositions, and
11 the following words shall be added as appropriate and next to a square provided for
12 marking the ballot for voting by a machine

13 PROPOSITION NO Yes ()

14 No ()

15 Section 5 Section 2 of this Ordinance shall become effective only if the
16 proposition described in Section 3 is approved by a majority of the qualified voters voting
17 on the proposition at the regular election on April 21, 1998 The remaining sections of
18 this Ordinance shall become effective upon passage and approval

19 PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this 24th
20 day of February 1998.

21
22 
Chairman

23 ATTEST

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25 
Municipal Clerk