

Submitted by: Assemblymember Bell

Prepared by: Assembly Office

For reading: February 10, 1998

**ANCHORAGE, ALASKA
AO NO. 98-7(S-1)**

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED TWENTY-FIVE MILLION DOLLARS (\$25,000,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF EDUCATIONAL CAPITAL IMPROVEMENTS IN THE MUNICIPALITY OF ANCHORAGE 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 Twenty-Five Million Dollars (\$25,000,000) 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>
1	Muldoon Elementary School	\$11,000,000
2	New Southeast Anchorage Elementary School	\$14,000,000

Section 2: The sum of not to exceed Twenty-Five Million Dollars (\$25,000,000) 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 general obligation bonds of the Municipality. The bond proceeds shall be used for capital improvements only. 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 of and interest on the bonds when due.

Section 3: An election is to be held on April 21, 1998, in and for the Municipality of Anchorage, for the purpose of submitting the following general obligation bond proposition to the qualified voters of the Municipality for approval or rejection. The proposition must receive a 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.

EDUCATIONAL CAPITAL IMPROVEMENT BONDS

Shall Anchorage borrow up to \$25,000,000 through the issuance of general obligation bonds to pay costs of planning, designing, acquiring property for, site preparation, constructing, acquiring, renovating, installing and equipping educational capital improvement projects within Anchorage including, but not limited to, the following:

	<u>Project</u>	<u>Estimated Cost</u>
1.	Muldoon Elementary School	\$11,000,000
2.	New Southeast Anchorage Elementary School	\$14,000,000

The annual increase in taxes on \$100,000 of assessed real and personal property value (based on the estimated 1998 assessed valuation) necessary to retire the proposed debt is \$15.20.

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

THERE IS NO PROGRAM FOR STATE REIMBURSEMENT TO ANCHORAGE FOR DEBT SERVICE ON THESE BONDS. If legislation were enacted to establish such a program, Anchorage would seek reimbursement pursuant to the terms of such legislation.

(No. AO 98-7(S-1))

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

PROPOSITION NO

Y ()
No ()

Section 5: Section of this Ordinance shall become effective if the proposition described is approved by majority of the qualified voters voting on the proposition at the regular election April 1998. The remaining sections of this Ordinance shall become effective upon passage and approval.

PASS D AND APPROVED by the Anchorage Assembly this day of
_____ 1998

Chair

ATTE:

Municipal Clerk

EG/JL 998OR NANC S/A