

Submitted by: Chairman of the Assembly at the
Request of the Mayor
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& Brecht
For Reading: February 10, 1998

MUNICIPALITY OF ANCHORAGE

ALASKA

ORDINANCE NO. AO 98-31(S)

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO
THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE
QUESTION OF THE ISSUANCE OF FOUR MILLION EIGHT
HUNDRED TWENTY THOUSAND DOLLARS (\$4,820,000)
OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY
OF ANCHORAGE TO PAY THE COSTS OF FIRE PRO-
TECTION AND RELATED CAPITAL IMPROVEMENTS IN
THE ANCHORAGE FIRE SERVICE AREA AND THE QUES-
TION 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 to incur general obligation bonded indebtedness
in an amount not to exceed Four Million Eight Hundred Twenty Thousand Dollars
(\$4,820,000) for the purpose of paying the costs of planning, designing, acquiring
property for, equipping, upgrading, rehabilitating and constructing fire stations, purchasing
fire apparatus/equipment, and related fire protection capital improvements within the
Anchorage Fire Service Area.

Section 2. The sum of not to exceed Four Million Eight Hundred Twenty
Thousand Dollars (\$4,820,000) shall be borrowed by, for and on behalf of the
Municipality of Anchorage for the aforesaid fire station facility improvements, fire
apparatus/equipment, and related fire protection 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. The principal of and interest on the bonds are to be paid first from general ad valorem taxes levied and collected within the Anchorage Fire Service Area.

Section 3 An election is to be held on April 21, 1998, in and for the Municipality of Anchorage, for the purpose of submitting a 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, both in the Anchorage Fire Service Area and areawide, to be approved. The proposition shall be substantially in the following form:

PROPOSITION NO

**ANCHORAGE FIRE SERVICE AREA FIRE PROTECTION
AND RELATED CAPITAL IMPROVEMENT BONDS**

Shall Anchorage borrow up to \$4,820,000 through the issuance of general obligation bonds and increase the municipal tax cap limitation by an amount up to \$1,240,620?

The general obligation bond proceeds will pay costs of planning, designing, acquiring property for, equipping, upgrading, rehabilitating, and constructing fire stations, purchasing fire apparatus/equipment and related fire protection capital improvements. These capital improvements would be located in the Anchorage Fire Service Area. The increase in the tax cap will pay for operations and maintenance costs related to the proposed capital improvements.

Voter approval of this bond proposition authorizes for each \$100,000 of assessed real and personal property value (based on the estimated 1998 assessed valuation in the Anchorage Fire Service Area): (i) an annual increase in taxes of approximately \$3.44 to retire the proposed debt, and (ii) an increase in the tax cap limitation (Charter 14.03(b)(2)) of approximately \$9.88 to pay for annual operation and maintenance costs related to the proposed capital improvements.

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

(No. AO 98-___)

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.

Yes {
No }

Section 5. 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 on April 21, 1998 The remaining sections of this Ordinance shall become effective upon passage and approval

PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this day of February 1998.

Chairman

A T T E S T

Municipal Clerk