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See AO 98-45(S)
Amended

Submitted by: Assembly Member Wohlforth
Prepared by: Department of Law
For reading: February 10, 1998

ANCHORAGE, ALASKA
AO NO. 98-45

AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE PROVIDING FOR
CONDITIONS FOR THE SALE OF ANCHORAGE TELEPHONE UTILITY AND USE OF
THE SALE PROCEEDS

THE ANCHORAGE ASSEMBLY ORDAINS

Section 1: That AO No. 98-44 provides for the submission to the qualified voters of:
Anchorage, Alaska, the question of whether Anchorage Telephone Utility should be sold for an
amount equal to or exceeding fair market value. Upon approval of the ballot proposition, the
sale of ATU shall be conditioned upon:

- A. The buyer recognizing any labor organization which is currently certified
as the lawful bargaining agent for and representative of ATU's employees
and honoring the collective bargaining agreement for the contract period
ending August 31, 1999.
- B. The buyer honoring all of ATU's currently existing contracts, including,
but not limited to, interconnection agreements.

Section 2: That pursuant to the Anchorage Municipal Charter Section 13.11, proceeds from the
sale of the telephone utility shall be used to:

- 1) Retire the outstanding debt of Anchorage Telephone Utility;
- 2) Retire other municipal debt deemed appropriate by the
Assembly; and
- 3) Establish a Trust Fund with the balance of the proceeds.

Therefore, the ATU proceeds shall be used to retire ATU's outstanding debt and establish the
Trust Fund, the income from which shall be used to replace annual monies currently received
from ATU, reinvest in the trust fund, and reduce property taxes.

Section 3: That the Municipal Assembly and the Administration shall abide by the terms of this
resolution through the consummation of any sale of ATU pursuant to AO No. 98-44, and that

any change of the use of proceeds from the ATU sale may be accomplished only with the approval of a majority of the qualified voters.

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

Chair of the Assembly

ATTEST:

Municipal Clerk