

Submitted by: Chairman of the Assembly at the
Request of the Mayor
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For Reading: September 15, 1998

MUNICIPALITY OF ANCHORAGE

ORDINANCE NO. AO 98-152

AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE, ALASKA, AUTHORIZING AND PROVIDING FOR THE ISSUANCE OF NOT TO EXCEED \$55,900,000 IN AGGREGATE PRINCIPAL AMOUNT OF GENERAL OBLIGATION SCHOOL BONDS OF THE MUNICIPALITY FOR THE PURPOSE OF RAISING FUNDS TO PAY THE COSTS OF EDUCATIONAL CAPITAL IMPROVEMENT PROJECTS IN THE MUNICIPALITY; FIXING CERTAIN DETAILS OF SAID BONDS; PROVIDING FOR THE FORM AND MANNER OF SALE OF SAID BONDS; PLEDGING THE FULL FAITH AND CREDIT OF THE MUNICIPALITY TO THE PAYMENT THEREOF; AUTHORIZING THE CHIEF FISCAL OFFICER TO NEGOTIATE AND EXECUTE A CONTRACT FOR THE PURCHASE AND SALE OF SAID BONDS; AND RELATED MATTERS.

WHEREAS, pursuant to Ordinance No. AO 98-6(S-2) of the Municipality passed and approved on February 24, 1998, the following question referred to at the election held on April 21, 1998:

PROPOSITION NO. 9

\$36,600,000 SCHOOL UPGRADE BONDS

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

The general obligation bond proceeds will pay costs of planning, designing, acquiring property for, site preparation, constructing, acquiring, renovating, installing and equipping educational capital improvement projects within Anchorage. The increase in the tax cap limitation will pay for operations and maintenance costs related to the proposed educational 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>
Districtwide Underground Storage Tanks: <i>Tank removal</i> -Baxter, Chester Valley, Chugiak, Creekside Park, Fairview, Home- stead, Inlet View, Muldoon, Nunaka Valley, Scenic Park, Tudor and Turnagain Elementary Schools; Central Middle School; Data Processing <i>Underground Storage Tank Release Investigations/Remediation</i> -Bear Valley, Campbell, Fire Lake, Girdwood, North Star Elementary Schools; Mears Middle School; Facilities/Maintenance, Student Trans- portation	\$1,800,000	\$ 0
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	2,000,000	0

	<u>Project</u>	<u>Estimated Cost</u>	<u>Maximum Annual Operation and Maintenance Cost</u>
	View, O'Malley, Rabbit Creek, Ravenwood, Russian Jack, Sand Lake, Spring Hill and Gladys Wood Elementary Schools		
7.	Bartlett High School Roof Repair	2,700,000	0
8.	Baxter Elementary School - Renovation and Addition	9,700,000	48,400
9.	Creekside 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 authorizes 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 (Charter 14.03(b)(2)) of \$1.10 to pay for annual operation and maintenance costs related to the proposed educational capital improvements.

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 98-6(S-2))

(herein called "Proposition 98-9") was passed and approved, and said election has been duly canvassed and the results thereof certified and confirmed in accordance with law, and the \$36,600,000 principal amount of said general obligation bonds remain unissued under Proposition 98-9.

WHEREAS, pursuant to Ordinance No. AO 98-7(S-2) of the Municipality passed and approved on February 24, 1998, the following question referred to at the election held on

**FULL TEXT OF
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CLERK S OFFICE**