

CLERK'S OFFICE

APPROVED

Date: _____

1-25-00

Prepared by:

For Reading:

**Chair of the Assembly at the
Request of the Mayor
Wohlforth, Vassar, Johnson
& Brecht
January 11, 2000**

ALASKA

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF THREE MILLION ONE HUNDRED FORTY-FIVE THOUSAND DOLLARS (\$3,145,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF AMBULANCES, EMERGENCY/AREAWIDE COMMUNICATIONS SYSTEMS, ANCHORAGE CEMETERY, ANCHORAGE SENIOR CENTER EXPANSION AND RELATED CAPITAL IMPROVEMENTS IN THE MUNICIPALITY OF ANCHORAGE AT AN ELECTION IN AND FOR THE MUNICIPALITY OF ANCHORAGE ON APRIL 4, 2000.

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 Three Million One Hundred Forty-Five Thousand Dollars (\$3,145,000) for the purpose of paying the costs of acquiring property for, equipping, maintaining, improving, constructing and upgrading emergency communications systems and areawide communications systems, purchasing and/or refurbishing medical vehicles (i.e. ambulances), planning and designing a retaining wall with burial niches at the Anchorage Cemetery), designing, constructing and expanding the Anchorage Senior Center, and related capital improvements within the Municipality.

Section 2. The sum of not to exceed Three Million One Hundred Forty-Five

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

7 Section 3. An election is to be held on April 4, 2000, in and for the Municipality
8 of Anchorage, for the purpose of submitting a general obligation bond proposition to the
9 qualified voters of the Municipality for approval or rejection. The proposition must
10 receive a majority vote of those in the Municipality voting on the question to be
11 approved. The proposition shall be substantially in the following form:

12 PROPOSITION NO.

13 EMERGENCY/AREAWIDE COMMUNICATIONS SYSTEMS, AMBULANCES,
14 ANCHORAGE CEMETERY, ANCHORAGE SENIOR CENTER AND RELATED CAPITAL
IMPROVEMENT BONDS

15 Shall Anchorage borrow up to \$3,145,000 through the
16 issuance of general obligation bonds to pay costs of equip-
17 ping, rehabilitating, improving and constructing emergency
18 communications systems and areawide communications
19 systems, purchasing and/or refurbishing ambulances,
20 planning and designing a retaining wall with burial niches
21 (Anchorage Cemetery), expanding the Anchorage Senior
22 Center and related capital improvements within Anchorage?

23 The annual amount of taxes on \$100,000 of assessed
24 taxable property value (based on the estimated total 2000
25 assessed valuation in Anchorage) necessary to retire the pro-
26 posed debt is \$2.37.

27 The debt shall be paid first from real and personal property
28 taxes levied and collected areawide within Anchorage.
Anchorage will also pledge its full faith and credit for payment
of the bonds.

(No. AO 2000-____)

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects - General Government

AO Number: 2000- 14 Title: \$3,145,000 - Areawide (Public Safety/Cemetery/Anc Senior Center)
Sponsor:
Preparing Agency: Office of Management & Budget
Others Impacted:

CHANGES IN EXPENDITURES AND REVENUES:					
(Thousands of Dollars)					
	FY00	FY01	FY02	FY03	FY04
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services		1.3	2.0	2.0	2.0
4000 Debt Service		236.9	355.4	355.4	355.4
5000 Capital Outlay					
TOTAL DIRECT COSTS:		238.2	357.4	357.4	357.4
ADD: 6000 Charge from Others					
LESS: 7000 Charge to Others					
FUNCTION COST:					
REVENUES:					
CAPITAL:					
POSITIONS: FT/PT and Temp.					
PUBLIC SECTOR ECONOMIC EFFECTS:					

Estimated annual debt service of \$355,400 assumes bonds are sold as a package @ 6.0% interest, with bond repayments corresponding to the expected life of the assets financed; 7 and 12 years.

Increased annual operations and maintenance costs are estimated at \$2,000.

SUMMARY OF ECONOMIC EFFECTS

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PRIVATE SECTOR ECONOMIC EFFECTS:

Estimated annual debt service payments of approximately \$355,400 equate to an estimated property tax increase of .0237 mills or \$2.37 per year on \$100,000 of assessed valuation Areawide (Public Safety/Cemetery/Anc Senior Center).

Increased annual operations and maintenance costs are estimated at \$2,000; these costs will be absorbed and voters will not be asked to increase the Municipal tax cap limitation.

The only private sector effect would therefore be the increase in the Municipal tax cap limitation related to the payment of debt service as described above.

Prepared by: Bruce A. Holmes

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Validated by OMB: 

Date: 1-6-00

Approved by: 

(Director, Preparing Agency)

Date: 1-6-00

Concurred by: _____

(Director, Impacted Agency)

Approved by: _____

(Municipal Manager)

Date: _____