

Submitted by: Chair of the Assembly at the  
Request of the Mayor  
Prepared by: Wohlforth, Vassar, Johnson  
& Brecht  
For Reading: January 22, 2002

MUNICIPALITY OF ANCHORAGE

ALASKA

ORDINANCE NO. AO 2002-28

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF ONE MILLION NINETY THOUSAND AND NO/00 DOLLARS (\$1,090,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY A PORTION OF THE COSTS OF AN EMERGENCY OPERATIONS CENTER AND COSTS OF ACQUIRING AMBULANCES IN THE MUNICIPALITY OF ANCHORAGE AND THE QUESTION 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 2, 2002.

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, Alaska (the Municipality) to incur general obligation bonded indebtedness in an amount not to exceed ONE MILLION NINETY THOUSAND AND NO/00 DOLLARS (\$1,090,000) for purposes of paying a portion of the costs of purchasing, equipping, constructing and improving an areawide Emergency Operations Center, purchasing and/or refurbishing mobile intensive care units (i.e. ambulances), and related capital improvements within the Municipality.

Section 2. The sum of not to exceed One Million Ninety Thousand and no/00 Dollars (\$1,090,000) shall be borrowed by, for and on behalf of the Municipality for the aforesaid capital improvements, and shall be evidenced by the issuance of general obligation bonds of the Municipality. The bond proceeds shall be used only for payment of capital improvements and costs of issuance of the bonds. 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 2, 2002, in and for the Municipality, 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 to be approved. The proposition shall be substantially in the following form:

PROPOSITION NO

AREAWIDE EMERGENCY OPERATION CENTER, AMBULANCES  
AND RELATED CAPITAL IMPROVEMENTS BONDS

Shall Anchorage borrow up to \$1,090,000 through the issuance of general obligation bonds and increase the municipal tax cap by an annual amount not to exceed \$417,700? The bond proceeds would pay a portion of the costs of purchasing, equipping, constructing and improving the areawide Emergency Operations Center, the purchasing/refurbishing of ambulances, and related capital improvements. The increase in the municipal tax cap would pay for associated annual operations and maintenance costs of the capital improvements.

Voter approval of this bond proposition authorizes for each \$100,000 of assessed taxable property value (based on the estimated total 2002 areawide assessed valuation in Anchorage): (i) an annual increase in taxes of approximately \$1.52 to retire the proposed bonds, and (ii) an annual increase in the municipal tax cap (Charter 14.03(b)(2)) of approximately \$2.48 to pay for annual operations and maintenance costs related to the proposed capital improvements.

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

(No. AO 2002- )

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 or 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 2, 2002. 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 2002.

\_\_\_\_\_  
Chair

**ATTEST:**

\_\_\_\_\_  
Municipal Clerk

**MUNICIPALITY OF ANCHORAGE**  
**Summary of Economic Effects - General Government**

AO Number: 2002- 28

Title: \$1,090,000- Areawide G.O. Bond Proposition

Sponsor:

Preparing Agency: Office of Management & Budget

Others Impacted:

<b>CHANGES IN EXPENDITURES AND REVENUES:</b>		<b>(Thousands of Dollars)</b>			
	<b>FY02</b>	<b>FY03</b>	<b>FY04</b>	<b>FY05</b>	<b>FY06</b>
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services	0	348	418	418	418
4000 Debt Service	0	257	257	257	257
5000 Capital Outlay					
<b>TOTAL DIRECT COSTS:</b>	<b>0</b>	<b>605</b>	<b>675</b>	<b>675</b>	<b>675</b>
ADD: 6000 Charge from Others					
LESS: 7000 Charge to Others					
<b>FUNCTION COST:</b>					
<b>REVENUES:</b>					
<b>CAPITAL:</b>					
<b>POSITIONS: FT/PT and Temp.</b>					
<b>PUBLIC SECTOR ECONOMIC EFFECTS:</b>					

Estimated annual debt service of \$257,000 assumes bonds are sold as a package @ 5.75% interest, with bond repayments corresponding to the expected life of the assets financed; 5 years.

When projects are completed and fully functioning, increased annual operations and maintenance costs are estimated at \$417,700.

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PRIVATE SECTOR ECONOMIC EFFECTS:

Estimated annual debt service payments of approximately \$84,900 equate to an estimated property tax increase of .0152 mills or \$1.52 per year on \$100,000 of assessed valuation Areawide.

When fully operational, increased annual operations and maintenance costs are estimated at \$417,700 and equate to an estimated property tax increase of .0248 mills or \$2.48 per year on \$100,000 of assessed valuation in the Anchorage Fire Service Area.

The total private sector economic effect would therefore be the increase in the Municipal tax cap limitation related to the payment of debt service and operations and maintenance costs as shown above for a total of .0400 mills or \$4.00 per \$100,000 of assessed valuation Areawide.

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Prepared by: Bruce A. HolmesTelephone: 343-4479Validated by OMB: *Cheryl Frasca*Date: 1/25/02Approved by: *Cheryl Frasca*Date: 1/29/02

(Director, Preparing Agency)

Concurred by: \_\_\_\_\_

(Director, Impacted Agency)

Approved by: \_\_\_\_\_

(Municipal Manager)



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 155-2002

Meeting Date: February 12, 2002

From: Mayor

Subject: AO 2001-28: \$1,090,000 Areawide Bond Proposition  
April 2, 2002 Election

The attached ordinance, on approval, will place a \$1,090,000 Areawide general obligation bond proposition on the ballot for the regular Municipal election to be held on April 2, 2002. The Administration recommends scheduling a public hearing for this bond ordinance on February 5, 2002.

The bond, as proposed, is comprised of; 1) an upgrade of the Emergency Operations Center to include an alternate Anchorage Fire Department dispatch center and 311 Call Center, and 2) purchase of replacement ambulances (Mobile Intensive Care Units).

THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY APPROVE THE PROPOSED ORDINANCE PLACING AN AREAWIDE BOND PROPOSITION ON THE APRIL 2, 2002 BALLOT.

Concurrence.

Harry J. Kieling, Jr.  
Municipal Manager

Respectfully submitted

George Wuerch  
Mayor

Prepared by:

Tim Rogers  
Capital Budget Officer

Concurrence:

Kate Giard  
Chief Fiscal Officer

AO 2002-28

Municipality of Anchorage  
MUNICIPAL CLERK'S OFFICE  
**Agenda Document Control Sheet**

*AD 2002-28*

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

<b>1</b>	SUBJECT OF AGENDA DOCUMENT <b>APRIL 2002 AREAWIDE BOND ORDINANCE</b>	DATE PREPARED  January 29, 2002	
		Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM	
	DEPARTMENT NAME <b>Office of Management &amp; Budget</b>	DIRECTOR'S NAME <b>Cheryl Frasca</b>	
	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY <b>Bruce Holmes</b>	HIS/HER PHONE NUMBER <b>343-4479</b>	
<b>4</b>	<b>COORDINATED WITH AND REVIEWED BY</b>	<b>INITIALS</b>	<b>DATE</b>
<input checked="" type="checkbox"/>	<b>Mayor</b>		
	Heritage Land Bank		
	Merrill Field Airport		
	Municipal Light & Power		
	Port of Anchorage		
	Solid Waste Services		
	Water & Wastewater Utility		
<input checked="" type="checkbox"/>	<b>Municipal Manager</b>	<i>m</i>	<i>2/1</i>
	Cultural & Recreational Services		
	Employee Relations		
<input checked="" type="checkbox"/>	Finance, Chief Fiscal Officer ✓	<i>[Signature]</i>	<i>1/30/02</i>
	Fire		
	Health & Human Services		
<input checked="" type="checkbox"/>	<b>Office of Management and Budget</b>	<i>CF</i>	<i>1/29/02</i>
	Management Information Services		
	Police		
	Planning, Development & Public Works		
	Development Services		
	Facility Management		
	Planning		
	Project Management & Engineering		
	Street Maintenance		
	Traffic		
	Public Transportation Department		
	Purchasing		
<input checked="" type="checkbox"/>	<b>Municipal Attorney</b> (1049)	<i>[Signature]</i>	<i>1/31/02</i>
	Municipal Clerk		
	Other		
<b>5</b>	Special Instructions/Comments		
<b>6</b>	ASSEMBLY HEARING DATE REQUESTED January 22, 2002	<b>7</b>	PUBLIC HEARING DATE REQUESTED February 5, 2002

RECEIVED  
 MUNICIPAL ATTORNEY  
 02 JAN 31 PM 12:07  
 2002 JAN 31 AM 9:24  
 CLERK'S OFFICE  
 M.O.A.