

Submitted by: Chairman of the Assembly at
the Request of the Mayor
Prepared by: Office of Management and
Budget
For Reading: April 23, 2002

ANCHORAGE, ALASKA
AR NO. 2002 - 101(S)

A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE PROVIDING FOR A REVISION
OF THE 2002 GENERAL GOVERNMENT OPERATING BUDGET

WHEREAS, the approved 2002 budget for the Municipality was effective on January 1, 2002;

WHEREAS, the Mayor has recommended changes to department and fund appropriations;

NOW, THEREFORE, the Anchorage Assembly resolves:

Section 1. The following changes to operating departments and/or agencies' budgets and appropriations for the 2002 fiscal year are approved.

<u>Department/Agency</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised Budget</u>
<u>General Government Agencies</u>			
1000 Assembly	\$ 2,033,980	\$ -	\$ 2,033,980
1050 Equal Rights Commission	453,880	15,000	468,880
1060 Internal Audit	331,000	0	331,000
1100 Office of the Mayor	10,823,090	181,350	11,004,440
1150 Municipal Attorney	3,886,460	54,520	3,940,980
1220 Real Estate	5,085,760	111,500	5,197,260
1300 Finance	7,123,610	420,000	7,543,610
1400 Information Technology	1,482,410	0	1,482,410
1500 Planning	2,432,350	0	2,432,350
1600 Facility Management	6,974,750	52,110	7,026,860
1800 Employee Relations	3,261,790	30,000	3,291,790
1900 Purchasing	1,149,580	0	1,149,580
2000 Health and Human Services	11,558,310	395,700	11,954,010
3000 Fire	40,801,770	25,770	40,827,540
4000 Police	45,843,480	732,510	46,575,990
5100 Cultural and Recreational Services	20,967,160	129,870	21,097,030
6000 Public Transportation	11,418,330	244,940	11,663,270
7100 Office of Planning, Develop, Public Wks	662,000	43,130	705,130
7300 Project Management & Engineering	5,067,000	0	5,067,000
7400 Street Maintenance	50,710,120	(790,040)	49,920,080

<u>Department/Agency</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised Budget</u>
7500 Development Services	7,726,540	0	7,726,540
7700 Traffic	4,513,840	11,450	4,525,290
Subtotal General Government Agencies	\$ 244,307,210	\$ 1,657,810	245,965,020
<u>Internal Service Agencies</u>			
1300 Finance-Self Insurance	\$ 6,013,030	\$ 600,000	6,613,030
1400 Information Technology	11,406,270	0	11,406,270
1600 Facility Management-Fleet Services	8,754,650	153,000	8,907,650
Subtotal General Government Agencies	\$ 26,173,950		26,926,950
TOTAL ALL AGENCIES	\$ 270,481,160	\$ 2,410,810	\$ 272,891,970

Section 2. The following changes to operating fund appropriations are approved for the 2002 fiscal year.

<u>Fund #</u>	<u>Fund Descriptions</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised Budget</u>
<u>General Funds</u>				
101	Areawide General	\$ 82,722,150	\$ 1,497,780	\$ 84,219,930
102	City Service Area (SA)	125,920	1,470	127,390
104	Chugiak Fire Service Area	630,340	360	630,700
105	Glen Alps SA	150,160	-	150,160
106	Girdwood Valley SA	863,020	1,000	864,020
108	SA 35 - Roads/Drainage Debt	9,270	1,470	10,740
111	Birchtree/Elmore Limited Road SA (LRSA)	149,640	2,770	152,410
112	Sec. 6/Campbell Airstrip LRSA	52,050	3,110	55,160
113	Valli-Vue Estates LRSA	86,220	-	86,220
114	Skyranch Estates LRSA	24,640		24,640
115	Upper Grover LRSA	9,060	-	9,060
116	Raven Woods/Bubbling Brook LRSA	12,320	980	13,300
117	Mt. Park Estates LRSA	24,680	-	24,680
118	Mt. Park/Robin Hill LRSA	71,080	5,020	76,100
119	Chugiak/Birchwood/Eagle River Rural Road SA	3,632,150	229,320	3,861,470
121	Eaglewood Contributing LRSA	33,450	3,820	37,270
122	Gateway Contributing LRSA	490	30	520
123	Lakehill LRSA	25,930	5,150	31,080

AR 2002 - 101(S): Revision of the 2002 General Government Operating Budget

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	<u>Fund #</u>	<u>Fund Descriptions</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised Budget</u>
1					
2					
3	124	Totem LRSA	16,800	1,560	18,360
4	129	Eagle River Street Light SA	192,830	36,580	229,410
5	131	Anchorage Fire SA	32,736,830	8,780	32,745,610
6	141	Anchorage Roads and Drainage SA	51,135,990	(1,441,160)	49,694,830
7	142	Talus West LRSA	48,090	590	48,680
8	143	Upper O'Malley LRSA	340,490	23,540	364,030
9	144	Bear Valley LRSA	24,320	-	24,320
10	145	Rabbit Creek View/Heights LRSA	31,670	570	32,240
11	146	Villages Scenic Parkway LRSA	8,530	-	8,530
12	147	Sequoia Estates LRSA	19,150	10	19,160
13	148	Rockhill LRSA	26,690	100	26,790
14	149	South Goldenview Area LRSA	101,300	13,170	114,470
15	151	Anchorage Metropolitan Police SA	53,187,360	897,050	54,084,410
16	161	Anchorage Parks and Recreation SA	14,640,390	22,410	14,662,800
17	162	Eagle River/Chugiak Parks/Recreation SA	1,654,300	113,130	1,767,430
18	181	Anchorage Building Safety SA	5,603,680	86,400	5,690,080
19		Subtotal General Funds	<u>\$ 248,390,990</u>	<u>\$ 1,515,010</u>	<u>\$ 249,906,000</u>
20					
21					
22		<u>Special Revenue Funds</u>			
23					
24	221	Heritage Land Bank	<u>\$ 713,620</u>	<u>\$ 18,020</u>	<u>\$ 731,640</u>
25		Subtotal Special Revenue Funds			
26					
27					
28		<u>Debt Service Funds</u>			
29					
30	313	Police/Fire Retiree Medical Liability Fund	<u>\$ 1,190,030</u>	<u>\$ 30,000</u>	<u>\$ 1,220,030</u>
31		Subtotal Debt Service Fund	<u>\$ 1,190,030</u>	<u>\$ 30,000</u>	<u>\$ 1,220,030</u>
32					
33					
34		<u>Internal Service Funds</u>			
35					
36	601	Equipment Maintenance Fund	<u>\$ 2,262,120</u>	<u>\$ 153,000</u>	<u>\$ 2,415,120</u>
37	602	Self Insurance Fund	<u>136,870</u>	<u>660</u>	<u>137,530</u>
38	607	Management Information Systems	<u>2,850</u>	<u>(10)</u>	<u>2,840</u>
39		Subtotal Internal Service Funds	<u>\$</u>	<u>\$</u>	<u>\$</u>
40					
41		TOTAL ALL FUNDS	<u>\$ 252,696,480</u>	<u>\$ 1,716,680</u>	<u>\$ 254,413,160</u>

PASSED AND APPROVED by the Anchorage Assembly this ____th day of _____, 2002.

Chairman

ATTEST:

Municipal Clerk



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 396-2002

Meeting Date: April 23, 2002

FROM: Mayor

SUBJECT: AR 2002-101(S): Amended First Quarter Revisions to the 2002 General Government Operating Budget

Attached is an S-version of the Administration's proposed amendments to the 2002 General Government Operating Budget.

The S-version reflects the following changes:

- Addition of \$75,000 as a grant to the Anchorage Economic Development Corporation for its comprehensive economic development plan (Office of the Mayor);
- Addition of \$75,000 for the Transportation Inspection Department to purchase equipment, including cameras and computer upgrades. This additional cost is offset by increased revenues from the sale of new taxi permits (Office of the Mayor); and
- Reduction of \$90,080 in debt service due to voters' rejection of the Parks and Recreation bond (Cultural and Recreation Services Department).

Attached is the recalculation of the Tax Limitation due to the change in debt service, as well as a summary of all amendments proposed by the Administration.

Concur:

Harry J. Kieling
Municipal Manager

Recommended by:

Cheryl Frasca, Director
Office of Management and Budget

Respectfully submitted,

George Wuerch
Mayor

AR 2002-101(S)

2002 Revised General Government Operating Budget

TAX LIMIT CALCULATION Final

2001 TAXES		
Real/Personal/MUSA/MESA		\$ 150,473,179
Payment in Lieu of Taxes (State/Federal)		453,330
Auto Taxes		5,224,410
Tobacco Tax		5,936,000
Aircraft Tax		151,880
Motor Vehicles Rental Tax		3,050,000
2001 Total Taxes		\$ 165,288,799
Less Taxes to Pay Judgments		0
Less Taxes to Pay Debt Service		(34,537,290)
		\$ 130,751,509
ADJUSTMENT FACTORS		
Population 5 Year Average	0.47%	
Change in Consumer Price Index	2.80%	
Total		<u>4,275,574</u>
Base Taxes Allowed		\$ 135,027,083
ADDITIONAL TAXES PERMITTED:		
(1) On New Construction		4,023,445
(2) Pay 2002 Debt Service		35,286,390
Voter-Approved New/Expanded Services		0
Voter-Approved Special Taxes		0
Voter-Approved New O&M Costs		0
(3) Judgments Paid		6,306
TAX LIMITATION		\$ 174,343,224
LESS: NON-PROPERTY TAXES		
Payment in Lieu of Taxes (State/Federal)		(581,770)
Automobile Tax		(5,224,000)
Tobacco Tax		(4,800,000)
Aircraft Tax		(160,000)
Motor Vehicle Rental Tax		(3,500,000)
TOTAL PROPERTY TAXES ALLOWED PER TAX LIMIT		\$ 160,077,454

Notes:

- (1) Based on Property Appraisal estimate of \$434,497,274 value for new construction at 2001's 9.26 average mill rate. The \$434,497,274 uses 2002 new construction MESA/MUSA number of \$46,871,928 and 2002 New Construction of \$387,625,346.
- (2) Includes bonds passed on April 2, 2002 election and Finance Dept's estimate of current and new bond issuance in May 2002.
- (3) Judgment paid in Reed vs. MOA

**2002 FIRST QUARTER BUDGET REVISIONS
AR 2002 - 101(S)**

		Funding Source						
Department	Description	Fund	Direct Costs	Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
Approved 2002 General Government Operating Budget			270,481,160	35,565,940	17,784,680	57,894,490	6,021,130	153,214,920
Cultural and Recreational Services	Pools: Cover pools' utilities, repair and maintenance	161	350,000					350,000
	Transfer funding and position from C&RS to Facility Management for pool maintenance	161	(52,110)					(52,110)
	Restricted donation for park land improvements	161	5,000	5,000				
	Cost and revenues for cost-reimbursable landscaping services with the Alaska Court System	161	18,370	18,370				
	Adjust debt service based on anticipated outstanding bonds	101	49,300					49,300
		161	(271,150)					(271,150)
		162	18,400					18,400
	Reduce debt service by estimate for Apr 2002 Prop 2 Parks & Recreation G.O. Bonds not approved by voters	161	(90,080)					(90,080)
	Contributions from Heritage Land Bank to establish a position in C&RS-Community Work Services to oversee various manual labor projects for Real Estate Dept in Girdwood during summer	161	11,500			11,500		
	Adjust Eagle River/Chugiak Parks & Recreation Service Area budget to reflect anticipated 2002 assessed valuation changes and use that amount to cover utilities, repair and maintenance at Chugiak Pool	162	90,640					90,640
Total Cultural and Recreational Services			129,870	23,370	-	11,500	-	95,000
Employee Relations	Funds for actuarial study of Police & Fire Retiree Medical Trust (per AMC 03.88.202(D); required every three years)	313	30,000			30,000		
Equal Rights Commission	Legal services for litigation support	101	15,000					15,000
Facility Management	Facility Maintenance: Receive transfer of funding and position from C&RS for pool maintenance position	101	52,110					52,110
	Fleet Services: Lease cost for 4333 Bering Street facility	601	153,000				153,000	-
	Total Facility Management			205,110	-	-	-	153,000

Bold Type = revisions added in S version

**2002 FIRST QUARTER BUDGET REVISIONS
AR 2002 - 101(S)**

Department	Description	Fund	Direct Costs	Funding Source				
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
Finance	Provide services needed to implement compliance with GASB 34 (one-time)	101	250,000					250,000
	Self Insurance Fund: Increase cost to cover self insurance costs	602	600,000					600,000
	Provide funds for legal services for litigation support	101	20,000	20,000				
	Collection contract	101	150,000	150,000				
	Change funding methodology of Public Finance & Cash Mgmt Div to include both program revenues and IGCs	101		204,010		(32,640)		(171,370)
	Total Finance		1,020,000	374,010		(32,640)		678,630
Fire	Adjust budgeted medical/dental costs	101	57,290					57,290
		131	150,320					150,320
	Additional amount to pay medical insurance costs for fire retirees	101	106,930					106,930
	Adjust debt service based on anticipated outstanding bonds	101	35,360					35,360
		131	(324,130)					(324,130)
	Total Fire		25,770					25,770
Health and Human Services	Increase for Animal Control contract	101	74,800					74,800
	Increase for Community Services Patrol contract	101	246,710					246,710
	Increase grant to McLaughlin Youth Center to provide last half of 2002 funding for counselors	101	47,000					47,000
	Increased revenues from I/M program based on recent years' experience	101		105,000				(105,000)
	Adjust debt service based on anticipated outstanding bonds	101	7,190					7,190
	Increase funding for Environmental Services Code Enforcement based on intragovernmental revenues from Solid Waste Services	101	20,000		20,000			
	Total H&HS		395,700	105,000	20,000			270,700

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**2002 FIRST QUARTER BUDGET REVISIONS
AR 2002 - 101(S)**

Department	Description	Fund	Direct Costs	Funding Source				
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
Mayor	Office of Emergency Management: Adjust debt service based on anticipated outstanding EOC bonds	101	31,350					31,350
	Transportation Inspection: Appropriate one-time permit revenues to upgrade TI's computer and phone systems and other permit-documentation equipment	101	75,000	75,000				
	Grant to AEDC for a comprehensive economic development study	101	75,000					75,000
	Total Mayor's Office		181,350	75,000				106,350
Municipal Attorney	Civil: Interns for summer and fall semesters; cost offset by reimbursement from academic institutions	101	4,780	4,780				
	Criminal: Interns for summer and fall semesters; cost offset by reimbursement from academic institutions	101	19,740	19,740				
	Increase cost and revenue associated with increased number of DWI filings	101	30,000	30,000				
	Total Attorney		54,520	54,520				
OPD&PW	Adjust debt service based on anticipated outstanding bonds	101	43,130					43,130
Police	Adjust budgeted medical/dental costs	151	296,920					296,920
	Increase to pay medical insurance costs for police retirees	151	306,590					306,590
	Additional funds for contract to tow evidence and junk/abandoned vehicles (due to higher contract costs)	151	129,000					129,000
	Total Police		732,510	-	-	-	-	732,510
Public Transportation	Adjust debt service based on anticipated outstanding bonds	101	(134,250)					(134,250)
	Funding for full year for routes and services originally budgeted through June.	101	379,190	53,840				325,350
			244,940	53,840				191,100

Bold Type = revisions added in S version

**2002 FIRST QUARTER BUDGET REVISIONS
AR 2002 - 101(S)**

Department	Description	Fund	Direct Costs	Funding Source				
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
Real Estate	Increase for City Hall lease	101	100,000					100,000
	Contributions to Cultural & Recreation Services to fund a Community Work Service position to oversee various manual labor work for Heritage Land Bank in Girdwood during summer	221	11,500	11,500				
			111,500	11,500	-	-	-	100,000
Street Maintenance	Operations: Recycled Asphalt Program: Provides funds for positions to upgrade gravel roads with recycled asphalt surfaces; funds available from 2002 ARDSA G.O. Bonds	141	424,000		424,000			
	Adjust Road Service Area budgets to reflect anticipated 2002 assessed valuations	111	2,770					2,770
		112	3,110					3,110
		116	990					990
		118	5,020					5,020
		119	223,250					223,250
		121	3,820					3,820
		122	30					30
		123	5,150					5,150
		124	1,580					1,580
		129	36,450					36,450
		142	590					590
		143	23,540					23,540
		145	570					570
		148	100					100
		149	13,170					13,170
	Adjust CBERRSA budget for contribution from Gateway and Eaglewood Contributing LRSAs	119	3,850			3,850		
	GASB 34: Funding to determine infrastructure/asset inventory and condition assessment (one-time)	141	500,000					500,000
	Adjust debt service based on anticipated outstanding bonds	141	(2,038,000)					(2,038,000)
	Total Street Maintenance		(790,040)	-	424,000	3,850	-	(1,217,890)
Traffic	Adjust budgeted medical/dental costs for IBEW employees	101	4,400					4,400
		141	7,050					7,050
	Total Traffic		11,450	-	-	-	-	11,450

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**2002 FIRST QUARTER BUDGET REVISIONS
AR 2002 - 101(S)**

Department	Description	Fund	Direct Costs	Funding Source				
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
Other	Various changes to revenues, lgc outside general government and applied fund balance amounts.		-	25,240	250,130	(16,490)	(4,769,440)	4,510,560
	GRAND TOTAL, 1st Quarter Revisions		\$ 2,410,810	\$ 722,480	\$ 694,130	\$ (3,780)	\$ (4,616,440)	\$ 5,614,420
2002 Revised General Government Operating Budget			272,891,970	\$ 36,288,420	\$ 18,478,810	\$ 57,890,710	\$ 1,404,690	\$ 158,829,340

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

AR 2002-101(5)

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

1	SUBJECT OF AGENDA DOCUMENT A Resolution of the Municipality of Anchorage Providing for a Revision of the 2002 General Government Operating Budget	DATE PREPARED April 18, 2002	
		Indicate Documents Attached <input type="checkbox"/> AO <input checked="" type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM	
2	DEPARTMENT NAME Office of Management and Budget	DIRECTOR'S NAME Cheryl Frasca	
3	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY Rae Foutz	HIS/HER PHONE NUMBER 343-4496	
4	COORDINATED WITH AND REVIEWED BY	INITIALS	DATE
<input checked="" type="checkbox"/>	Mayor		
	Heritage Land Bank		
	Merrill Field Airport		
	Municipal Light & Power		
	Port of Anchorage		
	Solid Waste Services		
	Water & Wastewater Utility		
<input checked="" type="checkbox"/>	Municipal Manager	<i>M</i>	<i>4/19</i>
	Cultural & Recreational Services		
	Employee Relations		
	Finance, Chief Fiscal Officer		
	Fire		
	Health & Human Services		
<input checked="" type="checkbox"/>	Office of Management and Budget	<i>CF</i>	<i>4/18/02</i>
	Management Information Services		
	Police		
	Planning, Development & Public Works		
	Development Services		
	Facility Management		
	Planning		
	Project Management & Engineering		
	Street Maintenance		
	Traffic		
	Public Transportation Department		
	Purchasing		
	Municipal Attorney		
<input checked="" type="checkbox"/>	Municipal Clerk		
	Other		
5	Special Instructions/Comments		
	<i>AR 2002-101 Substitute</i>		
	<i>2002 APR 19 PM 12:42</i>		
6	ASSEMBLY HEARING DATE REQUESTED	7	PUBLIC HEARING DATE REQUESTED April 23, 2002