

*See AO 2003-12(S)*

Submitted by: Chairman of the Assembly at the  
Request of the Mayor  
Prepared by: Wohlforth, Vassar, Johnson  
& Brecht  
For Reading: January 28, 2003

MUNICIPALITY OF ANCHORAGE

ALASKA

ORDINANCE NO. AO 2003-12

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF ONE MILLION DOLLARS (\$1,000,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF AREAWIDE PUBLIC TRANSPORTATION AND RELATED CAPITAL IMPROVEMENTS 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 1, 2003.

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 ("Municipality") to incur general obligation bonded indebtedness in an amount not to exceed ONE MILLION AND NO/00 DOLLARS (\$1,000,000) for the purpose of paying the costs of planning, designing, acquiring, replacing, installing, and improving Municipality-owned transit fleet and facilities, purchasing support vehicles, and related public transportation capital improvements within the Municipality.

Section 2. The sum of not to exceed One Million and no/00 Dollars (\$1,000,000) shall be borrowed by, for and on behalf of the Municipality of Anchorage for the aforesaid public transportation and related capital improvements including safety improvements and purchase of support vehicles, and shall be evidenced by the issuance of general obligation bonds of the Municipality. The bond proceeds shall be used only for 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 1, 2003, in and for the Municipality of Anchorage, 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 an "areawide" 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.**

## PUBLIC TRANSPORTATION AND RELATED CAPITAL IMPROVEMENT BONDS

**Shall Anchorage borrow up to \$1,000,000 through the issuance of general obligation bonds to pay costs of planning, designing, acquiring, replacing, installing, and improving Anchorage-owned transit fleet and facilities, purchasing support vehicles, and related public transportation capital improvements within Anchorage?**

The annual increase in taxes on \$100,000 of assessed real and personal property value (based on the estimated 2003 assessed valuation areawide in Anchorage) necessary to retire the proposed debt is approximately \$.99.

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

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**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 for 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 1, 2003. The remaining sections of this Ordinance shall become effective upon passage and approval.

1 PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this \_\_\_\_\_ day  
2 of February 2003.

3  
4  
5 Chairman

6 ATTEST:

7  
8 Municipal Clerk

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

AO Number: 2003- 12                      Title: \$1,000,000- Areawide (Public Transportation)  
Sponsor:  
Preparing Agency: Office of Management & Budget  
Others Impacted:

<b>CHANGES IN EXPENDITURES AND REVENUES:</b> (Thousands of Dollars)					
	<b>FY03</b>	<b>FY04</b>	<b>FY05</b>	<b>FY06</b>	<b>FY07</b>
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services					
4000 Debt Service	0	187	187	187	187
5000 Capital Outlay					
<b>TOTAL DIRECT COSTS:</b>	<b>0</b>	<b>187</b>	<b>187</b>	<b>187</b>	<b>187</b>
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 \$186,500 assumes bonds are sold as a package @ 5.25% interest, with bond repayments corresponding to the expected life of the assets financed; 12 years.

**SUMMARY OF ECONOMIC EFFECTS**

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**PRIVATE SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service payments of approximately \$186,500 equate to an estimated property tax increase of .0099 mills or \$.99 per year on \$100,000 of assessed valuation Areawide (Public Transportation).

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

Prepared by: Bruce A. Holmes Telephone: 343-4479

Validated by OMB:   Date: 1/17/03

Approved by: \_\_\_\_\_  
(Director, Preparing Agency)

Concurred by: \_\_\_\_\_ Date: \_\_\_\_\_  
(Director, Impacted Agency)

Approved by:  Date: 1/23/3  
(Municipal Manager)



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 62-2003

Meeting Date: January 28, 2003

From: Mayor

Subject: \$1,000,000 Areawide Public Transportation Bond Proposition  
April 1, 2003 Election

The attached ordinance, on approval, will place a \$1,000,000 Areawide general obligation bond proposition on the ballot for the general election to be held on April 1, 2003. The ordinance represents general obligation bond funding that will be needed to match Federal Transportation Administration grants expected in 2003 and 2004. Funding requested will be included in a forthcoming revision to the Approved 2003 General Government Capital Improvement Budget. The Administration recommends scheduling public hearings for this bond ordinance on February 11, 2003.

The bond, as proposed, would provide the local match required to leverage Federal grants for the following items:

- Paratransit vehicle purchases and vehicle locator system
- bus stop/safety improvements
- bus fleet capital maintenance items
- automated operating system enhancements
- improvements to existing fleet
- support vehicles purchases
- transit/paratransit system enhancements.

THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY APPROVE THE PROPOSED ORDINANCE PLACING THE AREAWIDE PUBLIC TRANSPORTATION BOND PROPOSITION ON THE APRIL 1, 2003 BALLOT.

Concurrence

  
Harry J. Kieling, Jr.  
Municipal Manager

Respectfully submitted

  
George Wuerch  
Mayor

Prepared by:

  
Denis LeBlanc, Director  
Office of Management & Budget

Concurrence

  
Kate Giard  
Chief Fiscal Officer

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

*AO 2003-12*

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

<b>1</b>	SUBJECT OF AGENDA DOCUMENT <b>APRIL 2003 AREAWIDE-PUBLIC TRANSPORTATION</b> G.O. BOND PROPOSITION	DATE PREPARED  January 17, 2003	
		Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM	
<b>2</b>	DEPARTMENT NAME Office of Management & Budget	DIRECTOR'S NAME Denis LeBlanc	
<b>3</b>	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY Bruce Holmes	HIS/HER PHONE NUMBER 343-4479	
<b>4</b>	<b>COORDINATED WITH AND REVIEWED BY</b>	<b>INITIALS</b>	<b>DATE</b>
<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>ML</i>	<i>1/22</i>
	Cultural & Recreational Services		
	Employee Relations		
<input checked="" type="checkbox"/>	Finance, Chief Fiscal Officer	<i>GD</i>	<i>01/22/03</i>
	Fire		
	Health & Human Services		
<input checked="" type="checkbox"/>	Office of Management and Budget	<i>DL</i>	<i>1/17/03</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"/>	Municipal Attorney 1543	<i>DL</i>	<i>1-22-03</i>
	Municipal Clerk		
	Other		
<b>5</b>	Special Instructions/Comments  AO 2003-12/AM 62-2003 <i>01/28/03 title amended to include of 4 costs language</i> <i>Intake for</i>		
<b>6</b>	ASSEMBLY HEARING DATE REQUESTED January 28, 2003	<b>7</b>	PUBLIC HEARING DATE REQUESTED February 11, 2003

2003 JAN 23 AM 8:44  
 CLERK'S OFFICE  
 H.O.A.