

CLERK'S OFFICE

APPROVED

Date: 2-11-03

IMMEDIATE RECONSIDERATION

FAILED 2-11-03

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 2003-17

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO
THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE
QUESTION OF THE ISSUANCE OF SEVEN MILLION TWO
HUNDRED SEVENTY THOUSAND DOLLARS (\$7,270,000)
OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY
OF ANCHORAGE TO PAY THE COSTS OF ACQUIRING
PROPERTY FOR, CONSTRUCTING AND REMODELING
VARIOUS AREAWIDE LIBRARIES 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 (the "Municipality") to incur general
obligation bonded indebtedness in an amount not to exceed SEVEN MILLION TWO
HUNDRED SEVENTY THOUSAND AND NO/00 DOLLARS (\$7,270,000) for the purpose
of paying the costs of acquiring property for, constructing, and remodeling various areawide
libraries, and related capital improvements within the Municipality.

Section 2. The sum of not to exceed Seven Million Two Hundred Seventy Thousand
and no/00 Dollars (\$7,270,000) shall be borrowed by, for and on behalf of the Municipality
for the aforesaid library, and related 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

1 levied without limitation as to rate or amount to pay the principal of and interest on the
2 bonds when due.

3 Section 3. An election is to be held on April 1, 2003, in and for the Municipality, for
4 the purpose of submitting a general obligation bond proposition to the qualified voters of
5 the Municipality for approval or rejection. The proposition must receive an areawide
6 majority vote of those in the Municipality voting on the question to be approved. The
7 proposition shall be substantially in the following form:

8 PROPOSITION NO

9 ANCHORAGE AREA LIBRARY AND RELATED
10 CAPITAL IMPROVEMENT BONDS

11 Shall Anchorage borrow up to \$7,270,000 through the issuance
12 of general obligation bonds and increase the municipal tax cap
13 by an annual amount not to exceed \$203,700? The bond
14 proceeds would pay costs of acquiring property for, construct-
ing, and remodeling various areawide libraries, and related
capital improvements within Anchorage and the increase in the
municipal tax cap would pay the associated annual operations
and maintenance costs.

15 Voter approval of this bond proposition authorizes for each
16 \$100,000 of assessed taxable property value (based on the
17 estimated total 2003 areawide assessed valuation in Anchor-
18 age) an annual increase in taxes of approximately \$3.31 to
19 retire the proposed debt and (ii) an annual increase in the
municipal tax cap (Charter 14.03(b)(2)) of approximately \$1.09
to pay for annual operation and maintenance costs related to
the proposed capital improvements.

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

22 (No. AO 2003-)

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

PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this 11th day of February 2003.

Deck 2
Chairman

ATTEST:

Panda L. Heim
Municipal Clerk

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects - General Government

AO Number: 2003- 17 Title: \$7,270,000- Areawide (Library)

Sponsor:

Preparing Agency: Office of Management & Budget

Others Impacted:

CHANGES IN EXPENDITURES AND REVENUES: (Thousands of Dollars)

	FY03	FY04	FY05	FY06	FY07
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services	102	204	204	204	204
4000 Debt Service	0	621	621	621	621
5000 Capital Outlay					
TOTAL DIRECT COSTS:	102	825	825	825	825

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 \$621,000 assumes bonds are sold as a package @ 5.25% interest, with bond repayments corresponding to the expected life of the assets financed; 20 years.

When projects are completed and fully functioning, increased annual operations and maintenance costs are estimated at \$203,700.

PRIVATE SECTOR ECONOMIC EFFECTS:

Estimated annual debt service payments of approximately \$621,000 equate to an estimated property tax increase of .0331 mills or \$3.31 per year on \$100,000 of assessed valuation Areawide (Library).

When fully operational, increased annual operations and maintenance costs are estimated at \$203,700 and equate to an estimated property tax increase of .0109 mills or \$1.09 per year on \$100,000 of assessed valuation Areawide (Library).

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 \$3.31 per \$100,000 of assessed valuation Areawide (Library).

Prepared by: Bruce A. Holmes

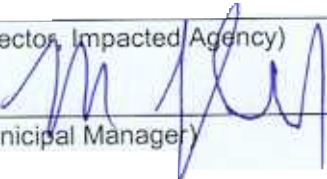
Telephone: 343-4479

Validated by OMB:  

Date: 1/17/03

Approved by: _____
(Director, Preparing Agency)

Concurred by: _____
(Director, Impacted Agency)

Approved by: 
(Municipal Manager)

Date: 1/23/03



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 67-2003

Meeting Date: January 28, 2003

From: Mayor

Subject: \$7,270,000 Areawide Bond Proposition – Public Library
April 1, 2003 Election

The attached ordinance, on approval, will place a \$7,270,000 Areawide general obligation bond proposition for Library capital improvements on the ballot for the regular Municipal election to be held on April 1, 2003. The ordinance represents general obligation bond funding reflected in the Approved 2003 General Government Capital Improvement Budget (CIB), with the exception of rounding down to the nearest \$5,000 increment. The Administration recommends scheduling a public hearing for this bond ordinance on February 11, 2003.

The bond, as proposed, would provide financing for:

- Interior upgrade to Loussac Library
- Site selection, acquisition and design of a permanent Chugiak/Eagle River Library
- Construction of a replacement Girdwood Library adjacent to the existing Girdwood Fire Station

THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY APPROVE THE PROPOSED ORDINANCE PLACING AREAWIDE BOND PROPOSITION FOR LIBRARY IMPROVEMENTS 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

Ap 2003-17

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

1 SUBJECT OF AGENDA DOCUMENT APRIL 2003 AREAWIDE-PUBLIC LIBRARY G.O. BOND PROPOSITION		DATE PREPARED <p style="text-align: center;">January 17, 2003</p>	
		Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM	
2 DEPARTMENT NAME Office of Management & Budget		DIRECTOR'S NAME Denis LeBlanc	
3 THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY Bruce Holmes		HIS/HER PHONE NUMBER 343-4479	
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>1/23</i>
	Cultural & Recreational Services		
	Employee Relations		
<input checked="" type="checkbox"/>	Finance, Chief Fiscal Officer	<i>fp</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 <i>1546</i>	<i>DL</i> <i>(local business only)</i>	<i>1-22-03</i>
	Municipal Clerk		
	Other		
5 Special Instructions/Comments			
AO 2003-17/AM 67-2003 <div style="text-align: center;"><i>Introduction</i></div>			
6	ASSEMBLY HEARING DATE REQUESTED January 28, 2003	7	PUBLIC HEARING DATE REQUESTED February 11, 2003

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