

*See AR 2003-92(S)*

Submitted by: Chairman of the Assembly at  
the Request of the Mayor  
Prepared by: Office of Management and  
Budget  
For Reading: April 8, 2003

ANCHORAGE, ALASKA  
AR NO. 2003 - 92

**A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE PROVIDING FOR A REVISION  
OF THE 2003 GENERAL GOVERNMENT OPERATING BUDGET**

**WHEREAS**, the approved 2003 budget for the Municipality was effective on January 1, 2003;

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

**NOW, THEREFORE**, the Anchorage Assembly resolves:

**Section 1.** That the following changes to operating departments and/or agencies' budgets and appropriations for the 2003 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	\$ 2,306,420	\$ (1,060)	\$ 2,305,360
1050 Equal Rights Commission	523,670	(2,790)	520,880
1060 Internal Audit	346,020	(2,210)	343,810
1100 Office of the Mayor	8,558,050	24,420	8,582,470
1150 Municipal Attorney	4,247,390	(12,820)	4,234,570
1200 Municipal Manger	2,208,300	64,640	2,272,940
1220 Real Estate	6,044,540	(1,390)	6,043,150
1300 Finance	7,990,160	38,010	8,028,170
1400 Information Technology	1,493,770	(3,950)	1,489,820
1500 Planning	2,732,730	(20,780)	2,711,950
1800 Employee Relations	3,876,320	(15,840)	3,860,480
1900 Purchasing	1,215,430	(8,740)	1,206,690
2000 Health and Human Services	12,548,150	155,570	12,703,720
3000 Fire	44,575,260	101,140	44,676,400
4000 Police	48,101,380	826,100	48,927,480
5100 Cultural and Recreational Services	20,460,620	161,900	20,622,520
6000 Public Transportation	11,974,890	318,220	12,293,110
7100 Office of Planning, Develop, Public Wks	2,196,190	61,660	2,257,850
7300 Project Management & Engineering	5,358,220	(40,570)	5,317,650
7400 Maintenance and Operations	56,795,610	1,308,910	58,104,520

AM 346-2003

<u>Department/Agency</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised</u>
7500 Development Services	6,510,540	(33,030)	6
7700 Traffic	5,013,030	63,970	5
Subtotal General Government Agencies	\$ 255,076,690	\$ 2,981,360	258
<u>Internal Service Agencies</u>			
1300 Finance-Self Insurance	\$ 7,201,200	\$ 1,800,000	
1400 Information Technology	12,201,230	388,290	
1600 Facility Management-Fleet Services	9,018,010	0	
Subtotal General Government Agencies	\$ 28,420,440	\$ 2,188,290	
<b>TOTAL ALL AGENCIES</b>	<b>\$ 283,497,130</b>	<b>\$ 5,169,650</b>	<b>\$ 288,666,780</b>

**Section 2.** That the following changes to operating fund appropriations are approved for 2003 fiscal year.

<u>Fund #</u>	<u>Fund Descriptions</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised</u>
<u>General Funds</u>				
101	Areawide General	\$ 88,443,610	\$ 210,600	\$ 88,654,210
102	City Service Area (SA)	67,180	(60)	67,120
104	Chugiak Fire Service Area	653,820	710	654,530
105	Glen Alps SA	150,780		150,780
106	Girdwood Valley SA	884,040	290	884,330
108	SA 35 - Roads/Drainage Debt	1,710		1,710
111	Birchtree/Elmore Limited Road SA (LRSA)	132,860		132,860
112	Sec. 6/Campbell Airstrip LRSA	42,860	-	42,860
113	Valli-Vue Estates LRSA	52,900	(10)	52,890
114	Skyranch Estates LRSA	14,280		14,280
115	Upper Grover LRSA	5,060		5,060
116	Raven Woods/Bubbling Brook LRSA	11,980		11,980
117	Mt. Park Estates LRSA	19,720	-	19,720
118	Mt. Park/Robin Hill LRSA	64,270	(10)	64,260
119	Chugiak/Birchwood/Eagle River Rural Road SA	3,874,660	(640)	3,874,020
121	Eaglewood Contributing LRSA	37,270	-	37,270
122	Gateway Contributing LRSA	520		520
123	Lakehill LRSA	18,560		18,560
124	Totem LRSA	14,360	-	14,360
129	Eagle River Street Light SA	252,840	250	253,090

	<u>Fund #</u>	<u>Fund Descriptions</u>	<u>Approved Budget</u>	<u>Revision</u>	<u>Revised</u>
1					
2					
3	131	Anchorage Fire SA	35,525,220	127,860	35,653,080
4	141	Anchorage Roads and Drainage SA	51,905,080	793,520	52,698,600
5	142	Talus West LRSA	25,000	-	25,000
6	143	Upper O'Malley LRSA	279,260	-	279,260
7	144	Bear Valley LRSA	20,580	-	20,580
8	145	Rabbit Creek View/Heights LRSA	22,880	-	22,880
9	146	Villages Scenic Parkway LRSA	5,290	-	5,290
10	147	Sequoia Estates LRSA	8,730	-	8,730
11	148	Rockhill LRSA	13,060	-	13,060
12	149	South Goldenview Area LRSA	102,480	-	102,480
13	151	Anchorage Metropolitan Police SA	55,726,680	801,980	56,528,660
14	161	Anchorage Parks and Recreation SA	14,324,440	170,340	14,494,780
15	162	Eagle River/Chugiak Parks/Recreation SA	1,778,800	67,110	1,845,910
16	181	Anchorage Building Safety SA	6,065,630	(16,670)	6,048,960
17		Subtotal General Funds	\$ 260,546,410	\$ 2,155,270	\$ 262,701,680
18					
19					
20		<u>Special Revenue Funds</u>			
21					
22	221	Heritage Land Bank	\$ 748,300	2,370	\$ 750,670
23		Subtotal Special Revenue Funds	\$ 748,300	\$ 2,370	\$ 750,670
24					
25					
26		<u>Debt Service Funds</u>			
27					
28	313	Police/Fire Retiree Medical Liability Fund	\$ 1,551,420	-	\$ 1,551,420
29		Subtotal Debt Service Fund		\$	
30					
31					
32		<u>Internal Service Funds</u>			
33					
34	601	Equipment Maintenance Fund	\$ 974,360	\$ 125,960	\$ 1,100,320
35	602	Self Insurance Fund	193,240	1,847,690	2,040,930
36	607	Management Information Systems	1,940	120	2,060
37		Subtotal Internal Service Funds	\$	\$ 1,973,770	\$
38					
39		TOTAL ALL FUNDS	\$ 264,015,670	\$ 4,131,410	\$ 268,147,080

**Section 3.** That the amount appropriated from the Municipal Trust Fund (Fund 730) as a contribution to revenue within the General Government Operating Budget, Areawide Fund (Fund 101), is reduced by two hundred thousand dollars (\$200,000), from seven million dollars (\$7,000,000) to six million eight hundred thousand dollars (\$6,800,000).

**Section 4.** That the amount appropriated from the Municipal Reserve Fund (Fund 731) as a contribution to revenue within the General Government Operating Budget, Areawide Fund (Fund 101) is increased by five million two hundred thousand dollars (\$5,200,000), from one million two hundred thousand dollars (\$1,200,000) to six million four hundred thousand dollars (\$6,400,000).

**Section 5.** That an amount of one million eight hundred thousand dollars (\$1,800,000) is appropriated from the Municipal Reserve Fund (Fund 731) as a contribution to the Municipal Self Insurance Fund (Fund 602) for increased general liability costs resulting from accidents.

**Section 6.** That the 2003 Refuse Collection Operating Budget is hereby revised by two million five hundred thousand dollars (\$2,500,000) and that amount appropriated from the Refuse Collection Fund (Fund 560) to provide a contribution to revenues supporting the 2003 Municipal General Government Operating Budget, Areawide General Fund (Fund 101).

<u>Fund</u>	<u>Utility</u>	<u>Original Appropriation</u>	<u>Revision</u>	<u>2003 Revised Appropriation</u>
560	Refuse Collections	\$ 5,884,590	\$2,500,000	\$8,384,590

PASSED AND APPROVED by the Anchorage Assembly this       day of  
\_\_\_\_, 2003.

\_\_\_\_\_  
Chair

ATTEST:

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



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 346-2003

Meeting Date: April 22, 2003

1 FROM: Mayor

2  
3 SUBJECT: AR 2003-92: First Quarter Revisions to the 2003 General Government Operating  
4 Budget

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6  
7 Attached is the Assembly Resolution that reflects the Administration's proposed amendments to  
8 the 2003 General Government Operating Budget that results in a 4% reduction in property taxes.

9  
10 Details regarding the Administration's proposed changes will be discussed at the April 18<sup>th</sup> work  
11 session with the Assembly.

12  
13  
14 Concur:

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17  
18 Harry J. Kieling  
19 Municipal Manager

Recommended by:

Denis C. LeBlanc, Director  
Office of Management and Budget

20  
21  
22 Respectfully submitted

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24  
25  
26 George Wuerch  
27 Mayor

2003 FIRST QUARTER BUDGET REVISIONS

		Funding Source						
Department	Description	Fund	Direct Costs	Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
Approved 2003 General Government Operating Budget			283,497,130	37,171,060	19,481,480	54,812,960	2,616,890	169,414,740
Assembly	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(1,060)					(1,060)
Cultural and Recreational Services	Adjust Debt Service to actual debt payment schedule and due to sale of bonds in June/July	161	200,560					200,560
		162	69,890					69,890
	Parks Operations							(66,020)
								(170)
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(66,020)					(170)
		106	(170)					(37,780)
		161	(37,780)					(4,580)
		162	(4,580)					
Total Cultural and Recreational Services			161,900	-	-	-	-	161,900
Development Services	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(14,520)					(14,520)
		161	(18,510)					(18,510)
	Total Development Services		(33,030)	-	-	-	-	(33,030)
Employee Relations	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(15,160)					(15,160)
		213	(680)					(680)
	Total Employee Relations		(15,840)	-	-	-	-	(15,840)
Equal Rights Commission	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(2,790)					(2,790)
Finance	Establish bond information database enabling calculation of arbitrage, review by consultants and filing of mandatory Federal arbitrage filings	101	100,000		100,000			
	Increase General Liability Funds	602	1,800,000			1,800,000		
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(61,990)					(61,990)
Total Finance			1,838,010	-	100,000	1,800,000	-	(61,990)

## 2003 FIRST QUARTER BUDGET REVISIONS

Department	Description	Fund	Direct Costs	Funding Source				Property Tax
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	
	Emergency Medical Services Bonds	101	32,210					32,210
	Fire Suppression Bonds	131	233,140					233,140
	Health and Human Services to assume responsibility of Video Center. Zero net effect as \$90,000 is being transferred to Health and Human Services	101	(90,000)					(90,000)
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(12,960)					(12,960)
		131	(6,810)					(6,810)
	Transfer funds to Traffic to fund a Sr. Electronic Technician to maintain the traffic signal preemption system (Opticom) for AFD	101	(54,000)					(54,000)
	Total Fire		101,140					101,140
Health and Human Services	Adjust Debt Service to actual debt payment schedule							
	Water Quality Bonds	101	(9,300)					(9,300)
	Senior Center Bonds	101	(250)					(250)
	Assume responsibility of Video Center. Zero net effect as \$90,000 is being transferred from Fire Department	101	90,000					90,000
	Add revenues and expenditures for Animal Control contract costs related to Title 17 changes for spay/neutering and micro-chip placement.	101	116,300	116,300				
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(41,180)					(41,180)
	Total H&HS		155,570	116,300				39,270
Information Technology	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(3,950)					(3,950)
		607	(50,920)					(50,920)
	PeopleSoft Licensing and Maintenance	607	350,000					350,000
	GIS for E-911	607	89,210					89,210
	Total Information Technology		384,340					384,340
Internal Audit	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(2,210)					(2,210)

2003 FIRST QUARTER BUDGET REVISIONS

				Funding Source				
Department	Description	Fund	Direct Costs	Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	Property Tax
	Adjust ARDSA Debt Service to actual debt payment schedule and due to sale of bonds in June/July	141	779,550					779,550
	2003 Small Drainage Projects	141	50,000		50,000			
	Adjust TORA Revenues from SOA	141		(33,720)				33,720
	Overhead and Maintenance for voter-approved bonds	141	18,000					18,000
	Total Maintenance and Operations		1,308,910	(33,720)	511,360	-	-	831,270
Mayor	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(580)					(580)
	Bridge Builders	101	25,000					25,000
	Total Office of the Mayor		24,420					24,420
Municipal Attorney	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(12,820)					(12,820)
Municipal Manager	Adjust Emergency Operations Management Debt Service to actual debt payment schedule and due to sale of bonds in June/July	101	70,960					70,960
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(6,320)					(6,320)
	Total Municipal Manager		64,640	-	-	-	-	64,640
OPD&PW	Adjust Cemetery Debt Service to actual debt payment schedule	101	(4,750)					(4,750)
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(13,090)					(13,090)
	Increase the reliability of Municipal street addresses that are used in E-911 response (\$42,000 reimbursement for a contract issued in February 2003, \$37,500 - overtime costs for E-911)	101	79,500					79,500
	Total Office of Planning, Development and Public Works		61,660	-	-	-	-	61,660
Planning	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(20,780)					



2003 FIRST QUARTER BUDGET REVISIONS

Department	Description	Fund	Direct Costs	Funding Source				Property Tax
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	
	AMEA/Non-Rep salary adj from 3% to 1.9%	151	(24,300)					(24,300)
	Adjust vacancy factor to fund another 21 officers and 9 dispatchers dispatchers the second half of 2003	151	845,980					845,980
	Adjust Court Fines and Forfeitures Revenue to actual (Permanent Fund Dividend attachments)	151		(859,280)				859,280
	Total Police		826,100	(859,280)		-	-	1,685,380
Project Mgmt and Eng	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(40,570)					(40,570)
Public Transportation	Funding for additional parts needed to maintain the buses in a safe mechanical condition required to deliver the hours of service now scheduled	101	211,800		211,800			
	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(14,660)					(14,660)
	Funding to provide the fuel needed to deliver the scheduled hours planned in 2003. Costs of fuel went up from \$0.97181 to \$1.1188	101	89,500		89,500			
	Adjust Transit Debt Service to actual debt payment schedule and due to sale of bonds in June/July	101	31,580					31,580
	Total Public Transportation		318,220		301,300			16,920
Purchasing	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(8,740)					(8,740)
Real Estate	AMEA/Non-Rep salary adj from 3% to 1.9%	101	(580)					(580)
		221	(810)					(810)
	Total Real Estate		(1,390)					(1,390)
Traffic	2003 AMATS grant to supplement pcn 4503 in Dept ID 7710 through increase in IGCs	101	25,000		25,000			
	AMEA/Non-Rep salary adj from 3% to 1.9%	101						
		141						

**2003 FIRST QUARTER BUDGET REVISIONS**

Department	Description	Fund	Direct Costs	Funding Source				Property Tax
				Program Revenues	IGCs Outside General Government	Other Revenues	Applied Fund Balance	
	To fund a Senior Electronic Technician to perform the activation and maintenance of the traffic signal preemption system (Opticom) for AFD	141	54,000					54,000
	Adjust TORA Revenues from SOA	141		(182,580)				182,580
	<b>Total Traffic</b>		<b>63,970</b>	<b>(182,580)</b>	<b>25,000</b>	<b>-</b>	<b>-</b>	<b>221,550</b>
Other	Various revenue and intragovernmental charges outside general government adjustments	101				7,764,280		(7,764,280)
		131				(24,150)		24,150
		141				(191,000)		191,000
		151				6,870		(6,870)
		161				(17,740)		17,740
		162				(1,590)		1,590
		181		(279,630)		45,130		234,500
		221		(31,060)		33,220		(2,180)
		601				125,940		(125,940)
		602				47,710		(47,710)
		607				22,970		(22,970)
		Misc			100,560	22,020		(122,580)
	<b>Total Revenue Changes</b>		<b>-</b>	<b>(310,690)</b>	<b>100,560</b>	<b>7,833,660</b>	<b>-</b>	<b>(7,623,530)</b>
Fund Balance Adjustments	Adjust amount of fund balances applied to the 2002 budget from the five (5) major funds.	131					(265,720)	265,720
		141					265,720	(265,720)
								-
	Adjust fund balance applied from Eagle River/Chugiak Parks & Rec Service Area to maintain mill rate within voter-approved . maximum levies for operations in 2003	162					64,200	(64,200)
								-
							16,230	(16,230)
	<b>Total Fund Balance Applied Changes</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>80,430</b>	<b>(80,430)</b>
Other	Various changes to revenues, igc outside general government and applied fund balance amounts.		<b>-</b>	<b>(310,690)</b>	<b>100,560</b>	<b>7,833,660</b>	<b>80,430</b>	<b>(7,703,960)</b>
	<b>GRAND TOTAL, 1st Quarter Revisions</b>		<b>\$ 5,169,660</b>	<b>\$ (1,269,970)</b>	<b>\$ 1,038,220</b>	<b>\$ 9,633,660</b>	<b>\$ 80,430</b>	<b>\$ (4,312,690)</b>
<b>2003 Revised General Government Operating Budget</b>			<b>\$ 288,666,780</b>	<b>35,901,090</b>	<b>\$ 20,519,700</b>	<b>\$ 64,446,620</b>	<b>\$ 2,697,320</b>	<b>\$ 165,102,050</b>

## 2003 Revised General Government Operating Budget

### FINAL TAX LIMIT CALCULATION

#### 2002 TAXES

Real/Personal/MUSA/MESA	\$ 160,705,45
Payment in Lieu of Taxes (State/Federal)	581,77
Auto Taxes	5,224,00
Tobacco Tax	4,800,00
Aircraft Tax	160,00
Motor Vehicles Rental Tax	3,500,00
2002 Total Taxes	<u>\$ 174,971,22</u>
Less Taxes to Pay Judgments	634,31
Less Taxes to Pay Debt Service	<u>35,286,39</u>
	<u>\$ 139,050,52</u>

#### ADJUSTMENT FACTORS

Population 5 Year Average	1.10%	
Change in Consumer Price Index	1.90%	
Total	<u>3.00%</u>	<u>4,171,52</u>
Base Taxes Allowed		<u>\$ 143,222,04</u>

#### PLUS EXCLUSIONS:

(1) Tax on New Construction	4,224,30
(2) Tax to Pay 2003 Debt Service	37,422,22
Voter-Approved New/Expanded Services	
Voter-Approved Special Taxes	
(3) Voter-Approved New O&M Costs	2,309,96
Judgments	
<b>TAX LIMITATION</b>	<u>187,178,52</u>

#### LESS:

Payment in Lieu of Taxes (State/Federal)	(613,54)
Automobile Tax	(5,285,16)
Tobacco Tax	(5,300,00)
Aircraft Tax	(195,00)
Motor Vehicle Rental Tax	<u>(4,450,00)</u>
<b>TOTAL PROPERTY TAXES UNDER TAX LIMITATION</b>	<b>\$ 171,334,82</b>

#### Notes:

- (1) Based on Property Appraisal estimate of \$471,988,661 value for new construction at 2002's 8.95 average mill rate. The \$471,988,661 uses projected 2003 new construction MESA/MUSA of \$34,146,198 and projected 2003 New Construction of \$437,842,463.
- (2) 2003 debt service estimates
- (3) New fire station's O&M \$2,291,960 (approved by voters in April 2002 election), this is for an estimated 88% of full-yr operations funding for the Tudor-Baxter Fire Station; and Anchorage Roads and Drainage Service Area completed projects' O&M \$18,000 (approved by voters in April 2002).

MUNICIPAL CLERK'S OFFICE  
Agenda Document Control Sheet

*AR 2003-92*

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

<b>1</b>	<b>SUBJECT OF AGENDA DOCUMENT</b> <b>A Resolution of the Municipality of Anchorage Providing for</b> A Revision of the 2003 General Government Operating Budget	<b>DATE PREPARED</b> April 15, 2003
		Indicate Documents Attached <input type="checkbox"/> AO <input checked="" type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM
<b>2</b>	<b>DEPARTMENT NAME</b> Office of Management and Budget	<b>DIRECTOR'S NAME</b> Denis C. LeBlanc
<b>3</b>	<b>THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY</b> Rae Foutz	<b>HIS/HER PHONE NUMBER</b> 343-4490
<b>4</b>	<b>COORDINATED WITH AND REVIEWED BY</b>	<b>INITIALS</b>
<b>X</b>	<b>Mayor</b>	
	Heritage Land Bank	
	Merrill Field Airport	
	Municipal Light & Power	
	Port of Anchorage	
	Solid Waste Services	
	Water & Wastewater Utility	
<b>X</b>	<b>Municipal Manager</b>	
	Cultural & Recreational Services	
	Employee Relations	
	Finance, Chief Fiscal Officer	
	Fire	
	Health & Human Services	
<b>X</b>	Office of Management and Budget	<i>DL</i>
	Management Information Services	
	Police	
	Planning, Development & Public Works	
	Development Services	
	Facility Management	
	Planning	
	Project Management & Engineering	
	Street Maintenance	
	Traffic	
	Public Transportation Department	
	Purchasing	
	<b>Municipal Attorney</b>	
<b>X</b>	<b>Municipal Clerk</b>	
	<b>Other</b>	
<b>5</b>	<b>Special Instructions/Comments</b> <i>AR 2003-92 has already been introduced by title. 4/15/03</i> <i>Am 346 2003 submitted to H.R. 4/15/03</i>	
<b>6</b>	<b>ASSEMBLY HEARING DATE REQUESTED</b> 7	<b>PUBLIC HEARING DATE REQUESTED SCHEDULED</b> <i>April 22, 2003</i>

2003 APR 16 AM 8:36  
 CLERK'S OFFICE  
 M.O.A.