

1 CLERK'S OFFICE
2 APPROVED
3 Date: 2-17-04
4 IMMEDIATE RECONSIDERATION
5 FAILED 2-17-04

Submitted by: Chairman of the Assembly at the
Request of the Mayor
Prepared by: Wohlforth, Vassar, Johnson
& Brecht
For Reading: February 3, 2004

6 MUNICIPALITY OF ANCHORAGE

7 ALASKA

8 ORDINANCE NO. AO 2004-35

9 AN ORDINANCE PROVIDING FOR THE SUBMISSION TO
10 THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE
11 QUESTION OF THE ISSUANCE OF TWO MILLION AND
12 NO/00 DOLLARS (\$2,000,000) OF GENERAL OBLIGATION
13 BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY
14 THE COSTS OF PUBLIC SAFETY FACILITIES (POLICE)
 AND RELATED CAPITAL IMPROVEMENTS IN THE AN-
 CHORAGE METROPOLITAN POLICE SERVICE AREA 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 6, 2004.

15 THE ANCHORAGE ASSEMBLY HEREBY ORDAINS:

16 Section 1. It is hereby determined to be for a public purpose and in the public
17 interest of the Municipality of Anchorage to incur general obligation bonded indebtedness
18 in an amount not to exceed TWO MILLION AND NO/00 DOLLARS (\$2,000,000) for the
19 purpose of paying the costs of planning, designing, acquiring property for and equipping
20 public safety facilities and related police protection capital improvements within the
21 Anchorage Metropolitan Police Service Area.

22 Section 2. The sum of not to exceed Two Million and no/00 Dollars (\$2,000,000)
23 shall be borrowed by, for and on behalf of the Municipality of Anchorage for the aforesaid
24 facility improvements and construction, and related police protection capital improvements,
25 and shall be evidenced by the issuance of general obligation bonds of the Municipality.
26 The bond proceeds shall be used only for capital improvements and costs of issuance of
27 the bonds. The full faith and credit of the Municipality is pledged for the payment of the
28 principal of and interest on the bonds, and ad valorem taxes upon all taxable property in

1 the Municipality shall be levied without limitation as to rate or amount to pay the principal
2 of and interest on the bonds when due. The principal of and interest on the bonds are to
3 be paid first from general ad valorem taxes levied and collected within the Anchorage
4 Metropolitan Police Service Area.

5 Section 3. An election is to be held on April 6, 2004, in and for the Municipality of
6 Anchorage, for the purpose of submitting a general obligation bond proposition to the
7 qualified voters of the Municipality for approval or rejection. The proposition must receive
8 a majority vote of those in the Municipality voting, both in the Metropolitan Anchorage
9 Police Service Area and areawide, on the question to be approved. The proposition shall
10 be substantially in the following form:

11 PROPOSITION NO. _____

12 ANCHORAGE METROPOLITAN POLICE SERVICE AREA FACILITIES BONDS

13 Shall Anchorage borrow up to \$2,000,000 through the
14 issuance of general obligation bonds to pay the costs of public
15 safety facilities and related police protection capital
16 improvements and increase the municipal tax cap by an
17 annual amount up to \$36,000 to pay for associated annual
18 operations and maintenance costs? The proposed capital
19 improvements would be located within the Anchorage
20 Metropolitan Police Service Area.

21 The annual increase in taxes on \$100,000 of assessed real
22 and personal property value (based on the estimated 2004
23 assessed valuation in the Anchorage Metropolitan Police
24 Service Area): (i) necessary to retire the proposed debt is
25 approximately \$0.82 and (ii) an annual increase in the
26 municipal tax cap (Charter 14.03(b)(2)) of approximately \$0.17
27 to pay for annual operation and maintenance costs related to
28 the proposed capital improvements.

22 The debt shall be paid from real and personal property taxes
23 levied and collected in the Anchorage Metropolitan Police
24 Service Area. Anchorage will also pledge its full faith and
25 credit for payment of the bonds.

24 (No. AO 2004-35)

25 Section 4. The proposition, both for paper ballots and machine ballots, shall be
26
27

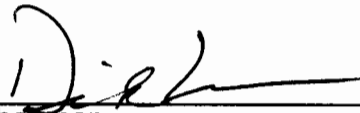
1 printed on a ballot which may set forth other general obligation bond propositions, and the
2 following words shall be added as appropriate and next to a square provided for marking
3 the ballot for voting by a machine:

4 PROPOSITION NO. _____

Yes { }
No { }

5
6 Section 5. Section 2 of this Ordinance shall become effective only if the proposition
7 described in Section 3 is approved by a majority of the qualified voters voting on the
8 proposition at the general election on April 6, 2004. The remaining sections of this
9 Ordinance shall become effective upon passage and approval.

10 PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this 17th day
11 of February 2004.

12
13 
Chairman

14 ATTEST:

15 
16 Municipal Clerk

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects - General Government

AO Number: 2004- 35 Title: \$2,000,000- Anchorage Metropolitan Police Service Area
Sponsor:
Preparing Agency: Office of Management & Budget
Others Impacted:

CHANGES IN EXPENDITURES AND REVENUES: (Thousands of Dollars)

	FY04	FY05	FY06	FY07	FY08
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services	0	36	36	36	36
4000 Debt Service	0	171	171	171	171
5000 Capital Outlay					
TOTAL DIRECT COSTS:	0	207	207	207	207

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 \$170,800 assumes bonds are sold as a package @ 5.5% 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 \$36,000.

PRIVATE SECTOR ECONOMIC EFFECTS:

Estimated annual debt service payments of approximately \$170,800 equate to an estimated property tax increase of .0082 mills or \$0.82 per year on \$100,000 of assessed valuation Anchorage Metropolitan Police Service Area.

When fully operational, increased annual operations and maintenance costs are estimated at \$36,000 and equate to an estimated property tax increase of .0017 mills or \$.17 per year on \$100,000 of assessed valuation in the Anchorage Metropolitan Police 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 \$0.99 per \$100,000 of assessed valuation in the Anchorage Metropolitan Police Service Area.

Prepared by: Bruce A. Holmes Telephone: 343-4479Validated by OMB: _____ Date: 1/30/04Approved by:  Date: 2/03/04
(Director, Preparing Agency)Concurred by: _____ Date: _____
(Director, Impacted Agency)Approved by:  Date: 2/3/04
(Municipal Manager)



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 107-2004

Meeting Date: February 3, 2004

From: Mayor


Subject: \$2,000,000 Anchorage Metropolitan Police Service Area Bond
Proposition April 6, 2004 Election

1 The attached ordinance AO 2004-35, on approval, will place a \$2,000,000 general
2 obligation bond proposition for the Anchorage Metropolitan Police Service Area
3 (APRSA) on the ballot for the regular Municipal election to be held on April 6, 2004.
4 The ordinance represents general obligation bond funding for one Anchorage Police
5 Department project not reflected in the Approved 2004 General Government Capital
6 Improvement Budget (CIB). The Approved 2004-2009 CIB/CIP will be revised to
7 include the project POLICE FACILITY IMPROVEMENTS-PHASE I in the amount of
8 \$2,000,000.

9
10 The Administration recommends scheduling a public hearing for this bond ordinance on
11 February 17, 2004.

12
13 THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY
14 APPROVE THE PROPOSED ORDINANCE PLACING AN ANCHORAGE
15 METROPOLITAN POLICE SERVICE AREA BOND PROPOSITION ON THE APRIL 6,
16 2004 BALLOT.

17
18 Concurrence:

19 
20
21 Denis C. LeBlanc
22 Municipal Manager
23

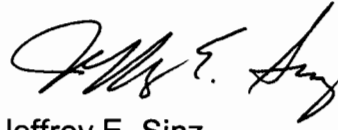
24 Respectfully submitted,

25 
26
27
28 Mark Begich
29 Mayor

Prepared by:


Paul J. Wiltse
Office of Management & Budget

Concurrence:


Jeffrey E. Sinz
Chief Fiscal Officer

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

AO 2004-35

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

1	SUBJECT OF AGENDA DOCUMENT	DATE PREPARED	
	APRIL 2004 ANCHORAGE METROPOLITAN POLICE SERVICE AREA PUBLIC SAFETY BOND ORDINANCE	February 3, 2004 <i>2004 FEB -3 PM 4:10</i>	
		Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM	
2	DEPARTMENT NAME	DIRECTOR'S NAME	
	Office of Management & Budget	Paul J. Wiltse	
3	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY	HIS/HER PHONE NUMBER	
	Bruce Holmes	343-4479	
4	COORDINATED WITH AND REVIEWED BY	INITIALS	DATE
X	Mayor	<i>[Signature]</i>	<i>2/3/04</i>
X	Municipal Manager	<i>[Signature]</i>	
	AWWU		
	Development Services		
	Employee Relations		
	Fire		
	Health & Human Services		
	Maintenance & Operations		
	Merrill Field		
	ML&P		
	PM&E		
	Police		
	Public Transportation		
	Solid Waste		
	Traffic		
	Economic & Community Development		
	Planning		
	HLB		
	Port		
	CDD		
	Library		
	Museum		
	Park & Rec		
X	Finance	<i>[Signature]</i>	<i>2/03/04</i>
X	OMB	<i>[Signature]</i>	<i>2/03/04</i>
	Purchasing		
	IT		
	Municipal Attorney		
	Municipal Clerk		
	Other		
5	Special Instructions/Comments		
	refers to AO AO 2004-35 and AM 107-2004		
6	ASSEMBLY HEARING DATE REQUESTED	7	PUBLIC HEARING DATE REQUESTED
	February 3, 2004		February 17, 2004