

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 2004-41

9 AN ORDINANCE PROVIDING FOR THE SUBMISSION TO
10 THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE
11 QUESTION OF THE ISSUANCE OF FOUR MILLION THREE
12 HUNDRED THIRTY-FIVE THOUSAND AND NO/00 DOLLARS
13 (\$4,335,000) OF GENERAL OBLIGATION BONDS OF THE
14 MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF
15 PARKS AND RECREATION AND RELATED CAPITAL
16 IMPROVEMENTS IN THE ANCHORAGE PARKS AND
17 RECREATION SERVICE AREA AND THE QUESTION OF AN
18 INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO
19 PAY ASSOCIATED OPERATIONS AND MAINTENANCE
20 COSTS AT AN ELECTION IN AND FOR THE MUNICIPALITY
21 OF ANCHORAGE ON APRIL 6, 2004.

22 THE ANCHORAGE ASSEMBLY HEREBY ORDAINS:

23 Section 1. It is hereby determined to be for a public purpose and in the public
24 interest of the Municipality of Anchorage, Alaska (the "Municipality") to incur general
25 obligation bonded indebtedness in an amount not to exceed FOUR MILLION THREE
26 HUNDRED THIRTY-FIVE THOUSAND AND NO/00 DOLLARS (\$4,335,000) for purposes
27 of paying the costs of planning, designing, acquiring property for, equipping and
28 constructing park improvements, recreational facilities, trail upgrades, and related capital
improvements throughout the Anchorage Parks and Recreation Service Area.

Section 2. The sum of not to exceed Four Million Three Hundred Thirty-Five
Thousand and no/00 Dollars (\$4,335,000) shall be borrowed by, for and on behalf of the
Municipality for the aforesaid 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

1 credit of the Municipality is pledged for the payment of the principal of and interest on the
2 bonds, and ad valorem taxes upon all taxable property within the Municipality shall be
3 levied without limitation as to rate or amount to pay the principal of and interest on the
4 bonds when due. The principal of and interest on the bonds are to be paid first from
5 general ad valorem taxes levied and collected within the Anchorage Parks and Recreation
6 Service Area.

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

13 PROPOSITION NO. ____

14 ANCHORAGE PARKS AND RECREATION
15 SERVICE AREA BONDS

16 Shall Anchorage borrow up to \$4,335,000 through the
17 issuance of general obligation bonds to pay the costs of
18 equipping and constructing park improvements, recreational
19 facilities, trail upgrades and related capital improvements and
20 increase the municipal tax cap by an annual amount up to
21 \$22,300 to pay for associated annual operations and
22 maintenance costs? The proposed capital improvements
23 would be located within the Anchorage Parks and Recreation
24 Service Area.

25 Voter approval of this bond proposition authorizes for each
26 \$100,000 of assessed taxable property value (based on the
27 estimated total 2004 assessed valuation in the Anchorage
28 Parks and Recreation Service Area): (i) an annual increase in
taxes of approximately \$2.02 to retire the proposed bonds, and
(ii) an annual increase in the municipal tax cap (Charter
14.03(b)(2)) of approximately \$0.12 to pay for annual operation
and maintenance costs related to the proposed capital
improvements.

The debt shall be paid from real and personal property taxes
levied and collected within the Anchorage Parks and Recreation
Service Area. Anchorage will also pledge its full faith and

1 credit for payment of the bonds.

2 (No. AO 2004-41)

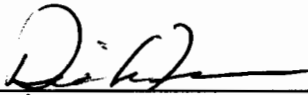
3 Section 4. The proposition, both for paper ballots and machine ballots, shall be
4 printed on a ballot which may set forth other general obligation bond propositions, and the
5 following words shall be added as appropriate and next to a square provided for marking
6 the ballot or voting by a machine:

7 PROPOSITION NO. _____


Yes ☐
No ☐

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

12 PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this 17th
13 of February 2004.

14
15 
16 _____
Chairman

17 ATTEST:

18
19 
20 _____
Municipal Clerk

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects - General Government

AO Number: 2004- 41

Title: \$4,335,000- Anchorage Parks & Recreation 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	22	22	22	22
4000 Debt Service	0	370	370	370	370
5000 Capital Outlay					
TOTAL DIRECT COSTS:	0	392	392	392	392

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 \$370,100 assumes bonds are sold as a package @ 5.5% interest, with bond repayments corresponding to the expected life of the assets financed; 12,20 years.

When projects are completed and fully functioning, increased annual operations and maintenance costs are estimated at \$22,300.

PRIVATE SECTOR ECONOMIC EFFECTS:

Estimated annual debt service payments of approximately \$370,100 equate to an estimated property tax increase of .0202 mills or \$2.02 per year on \$100,000 of assessed valuation in the Anchorage Parks & Recreation Service Area.

When fully operational, increased annual operations and maintenance costs are estimated at \$22,300 and equate to an estimated property tax increase of .0012 mills or \$.12 per year on \$100,000 of assessed valuation in the Anchorage Parks & Recreation 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 \$2.14 per \$100,000 of assessed valuation in the Anchorage Parks & Recreation Service Area.

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

Validated by OMB: _____ Date: 1/30/04

Approved by: *Paul Witte* Date: 2/03/04
(Director, Preparing Agency)

Concurred by: _____ Date: _____
(Director, Impacted Agency)

Approved by: *[Signature]* Date: 2/3/04
(Municipal Manager)



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 113-2004

Meeting Date: February 3, 2004

From: Mayor


Subject: \$4,335,000 Anchorage Parks and Recreation Service Area Bond Proposition April 6, 2004 Election

1 The attached ordinance AO 2004-41, on approval, will place a \$4,335,000 general
2 obligation bond proposition for the Anchorage Parks and Recreation 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 reflected in the Approved
5 2004 General Government Capital Improvement Budget (CIB).

6
7 The Administration recommends scheduling a public hearing for this bond ordinance on
8 February 17, 2004.

9
10 THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY
11 APPROVE THE PROPOSED ORDINANCE PLACING THE ANCHORAGE PARKS
12 AND RECREATION SERVICE AREA BOND PROPOSITION ON THE APRIL 6, 2004
13 BALLOT.

14
15 Concurrence:

16 
17
18 Denis C. LeBlanc
19 Municipal Manager

Prepared by:


Paul J. Wiltse
Office of Management & Budget

20
21 Respectfully submitted,

22 
23
24 Mark Begich
25 Mayor
26

Concurrence:


Jeffrey E. Sinz
Chief Fiscal Officer

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

AO 2004-41

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

1	SUBJECT OF AGENDA DOCUMENT	DATE PREPARED	
	APRIL 2004 ANCHORAGE PARKS & RECREATION SERVICE AREA BOND ORDINANCE	February 3, 2004 2004 FEB -3 PM 4:11	
		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>	2/3/04
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>	2/03/04
X	OMB	<i>[Signature]</i>	2/03/04
	Purchasing		
	IT		
	Municipal Attorney		
	Municipal Clerk		
	Other		
5	Special Instructions/Comments		
	<i>Laid on the Table</i>		
	refers to AO AO 2004-41 and AM 113-2004		
6	ASSEMBLY HEARING DATE REQUESTED	7	PUBLIC HEARING DATE REQUESTED
	February 3, 2004		February 17, 2004