

*See AO 2004-4315)*

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

MUNICIPALITY OF ANCHORAGE

ALASKA

ORDINANCE NO. AO 2004-43

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF FORTY-SIX MILLION FIVE HUNDRED TWENTY THOUSAND AND NO/00 DOLLARS (\$46,520,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF ROAD, STORM DRAINAGE AND RELATED CAPITAL IMPROVEMENTS AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS IN THE ANCHORAGE ROADS AND DRAINAGE SERVICE AREA AT AN ELECTION IN AND FOR THE MUNICIPALITY OF ANCHORAGE ON APRIL 6, 2004.

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 FORTY-SIX MILLION FIVE HUNDRED TWENTY THOUSAND AND NO/00 DOLLARS (\$46,520,000) for the purpose of paying the costs of planning, designing, acquiring property for, equipping, rehabilitating and constructing road improvements, roadway safety improvements, storm collection drainage and treatment improvements and related capital improvements within the Anchorage Roads and Drainage Service Area.

Section 2. The sum of not to exceed Forty-Six Million Five Hundred Twenty Thousand and no/00 Dollars (\$46,520,000) shall be borrowed by, for and on behalf of the Municipality for the aforesaid road, storm drainage and related capital improvements and shall be evidenced by the issuance of general obligation bonds of the Municipality. The

1 bond proceeds shall be used only to pay for capital improvements and costs of issuance  
2 of the bonds. The full faith and credit of the Municipality is pledged for the payment of the  
3 principal of and interest on the bonds, and ad valorem taxes upon all taxable property  
4 within the Municipality shall be levied without limitation as to rate or amount to pay the  
5 principal of and interest on the bonds when due. The principal of and interest on the bonds  
6 are to be paid first from general ad valorem taxes levied and collected within the  
7 Anchorage Roads and Drainage Service Area.

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

14 PROPOSITION NO. \_\_\_\_

15 ANCHORAGE ROADS AND DRAINAGE SERVICE AREA ROAD AND  
16 STORM DRAINAGE BONDS

17 Shall Anchorage borrow up to \$46,520,000 through the  
18 issuance of general obligation bonds and increase the  
19 municipal tax cap by an annual amount not to exceed  
20 \$285,000? The bond proceeds would pay costs of roadway  
21 improvements, roadway safety improvements, drainage  
22 collection, drainage treatment and related capital improve-  
23 ments in the Anchorage Roads and Drainage Service Area  
24 and the increase in the municipal tax cap would pay the  
25 associated annual operations and maintenance costs.

26 Voter approval of this bond proposition authorizes for each  
27 \$100,000 of assessed taxable property value (based on the  
28 estimated 2004 assessed valuation in the Anchorage Roads  
and Drainage Service Area): (i) an annual increase in taxes of  
approximately \$24.60 to retire the proposed bonds, and (ii) an  
annual increase in the municipal tax cap (Charter 14.03(b)(2))  
of approximately \$1.70 to pay for annual operations and  
maintenance costs related to the proposed capital  
improvements.

The debt shall be paid from real and personal property taxes

1 levied and collected within the Anchorage Roads and Drainage  
2 Service Area. Anchorage will also pledge its full faith and  
3 credit for payment of the debt.

(No. AO 2004-43)

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

8 PROPOSITION NO. \_\_\_\_

Yes ☐  
No ☐

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

14 PASSED AND APPROVED by the Assembly of Anchorage, Alaska, this \_\_\_\_ day  
15 of February 2004.

16  
17 \_\_\_\_\_  
18 Chairman

19 ATTEST:

20  
21 \_\_\_\_\_  
22 Municipal Clerk  
23  
24  
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26  
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**MUNICIPALITY OF ANCHORAGE**  
**Summary of Economic Effects - General Government**

AO Number: 2004- 43                      Title: \$46,520,000- Anchorage Roads & Drainage Service Area  
Sponsor:  
Preparing Agency: Office of Management & Budget  
Others Impacted:

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**CHANGES IN EXPENDITURES AND REVENUES:**                      (Thousands of Dollars)

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	FY04	FY05	FY06	FY07	FY08
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services	0	285	285	285	285
4000 Debt Service	0	4,129	4,129	4,129	4,129
5000 Capital Outlay					
<b>TOTAL DIRECT COSTS:</b>	<b>0</b>	<b>4,414</b>	<b>4,414</b>	<b>4,414</b>	<b>4,414</b>

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ADD: 6000 Charge from Others  
LESS: 7000 Charge to Others

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FUNCTION COST:

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REVENUES:

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CAPITAL:

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POSITIONS: FT/PT and Temp.

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**PUBLIC SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service of \$4,129,460 assumes bonds are sold as a package @ 5.5% interest, with bond repayments corresponding to the expected life of the assets financed; 5, 12, 20 years.

When projects are completed and fully functioning, increased annual operations and maintenance costs are estimated at \$285,000.

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**PRIVATE SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service payments of approximately \$4,129,460 equate to an estimated property tax increase of .2460 mills or \$24.60 per year on \$100,000 of assessed valuation in the Anchorage Roads & Drainage Service Area.

When fully operational, increased annual operations and maintenance costs are estimated at \$285,000 and equate to an estimated property tax increase of .0170 mills or \$1.70 per year on \$100,000 of assessed valuation in the Anchorage Roads & Drainage 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 \$26.29 per \$100,000 of assessed valuation in the Anchorage Roads & Drainage Service Area.

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Prepared by: Bruce A. Holmes

Telephone: 343-4479

Validated by OMB: \_\_\_\_\_

Date: 1/30/04

Approved by: 

(Director, Preparing Agency)

Date: 2/03/04

Concurred by: \_\_\_\_\_

(Director, Impacted Agency)

Date: \_\_\_\_\_

Approved by: 

(Municipal Manager)

Date: 2/3/04



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 115-2004

Meeting Date: February 3, 2004

From: Mayor

Subject: \$46,520,000 Anchorage Roads and Drainage Service Area Bond  
Proposition - April 6, 2004 Election

The attached ordinance AO 2004-43, on approval, will place a \$46,520,000 general obligation bond proposition for the Anchorage Roads and Drainage Service Area (ARDSA) on the ballot for the regular Municipal election to be held on April 6, 2004. The ordinance represents general obligation bond funding reflected in the Approved 2004 General Government Capital Improvement Budget (CIB), with the exception of the following adjustments which will be reflected in a forthcoming Assembly resolution revising the Approved 2004-2009 CIB/CIP:

		<b>Bond</b>
<b>Projects</b>	<b>2004 CIB</b>	<b>Proposal</b>
Tudor Rd/Campbell Airstrip Rd Area Snow Disposal Site	\$1,000,000	\$ 700,000
3rd Ave Surface Rehab - Post Rd to Reeve Blvd	500,000	300,000
100th Ave Extension - Minnesota Dr to King St	400,000	100,000
Bayshore Dr Surface Rehab - 100th Ave to Marathon Cir	300,000	100,000
Hartzell Rd Extension - Lord Rd to 79th Ave	1,100,000	1,300,000
Local Road Reconstruction RIDs	2,870,000	1,590,000
Northern Lights Blvd Upgrade Phase III – Nathaniel Ct to Wisconsin St	3,100,000	4,500,000
Northwood Dr Extension - 88th Ave to Dimond Blvd	200,000	0
Raspberry Rd Extension - Rovenna St to Arctic Blvd	1,300,000	2,200,000
Ship Creek Access Road Improvements	0	580,000
Spruce St Upgrade - 76th Ave to 84th Ave	400,000	100,000
Timberlane Dr Reconstruction - Klatt Rd to Huffman Rd	1,000,000	1,300,00
CBD Traffic Signal Replacement	1,500,000	0
Kincaid Park Access Road Multi-purpose Trail	0	900,000
Southport Blvd Upgrade - Ensign Dr to Spyglass Cir	300,000	5,900,000

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

The bond, as proposed, would finance roads and drainage projects which will help reduce maintenance costs, improve vehicular/pedestrian safety, and rehabilitate the road and drainage system.

1 THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY  
2 APPROVE THE PROPOSED ORDINANCE PLACING THE ANCHORAGE ROADS  
3 AND DRAINAGE SERVICE AREA BOND PROPOSITION ON THE APRIL 6, 2004  
4 BALLOT.

5  
6 Concurrence:

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8  
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10 Denis C. LeBlanc  
11 Municipal Manager

12  
13 Respectfully submitted,

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15  
16

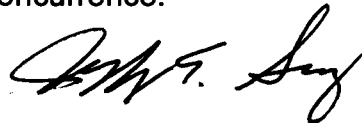
17 Mark Begich  
18 Mayor

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 2004-43*

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

<b>1</b>	<b>SUBJECT OF AGENDA DOCUMENT</b>	<b>DATE PREPARED</b>
	<b>APRIL 2004 ANCHORAGE ROADS &amp; DRAINAGE SERVICE AREA BOND ORDINANCE</b>	February 3, 2004 <i>2004 FEB -3 PM 4:11</i>
		<b>Indicate Documents Attached</b> <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM
<b>2</b>	<b>DEPARTMENT NAME</b>	<b>DIRECTOR'S NAME</b>
	<b>Office of Management &amp; Budget</b>	<b>Paul J. Wiltse</b>
<b>3</b>	<b>THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY</b>	<b>HIS/HER PHONE NUMBER</b>
	<b>Bruce Holmes</b>	<b>343-4479</b>
<b>4</b>	<b>COORDINATED WITH AND REVIEWED BY</b>	<div style="display: flex; justify-content: space-between;"> <div><b>INITIALS</b></div> <div><b>DATE</b></div> </div>
<b>X</b>	<b>Mayor</b>	<i>[Signature]</i>
<b>X</b>	<b>Municipal Manager</b>	<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	
	<b>Economic &amp; Community Development</b>	
	Planning	
	HLB	
	Port	
	CDD	
	Library	
	Museum	
	Park & Rec	
<b>X</b>	<b>Finance</b>	<i>[Signature]</i>
<b>X</b>	<b>OMB</b>	<i>[Signature]</i>
	Purchasing	
	IT	
	<b>Municipal Attorney</b>	
	<b>Municipal Clerk</b>	
	<b>Other</b>	
<b>5</b>	<b>Special Instructions/Comments</b>	
	refers to AO AO 2004-43 and AM 115-2004	
<b>6</b>	<b>ASSEMBLY HEARING DATE REQUESTED</b>	<b>PUBLIC HEARING DATE REQUESTED</b>
	February 3, 2004	February 17, 2004