

Submitted by: Chairman of the Assembly at the
Request of the Mayor
Prepared by: Wohlforth, Vassar, Johnson
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For Reading: February 15, 2005

CLERK'S OFFICE

APPROVED

Date: 2-15-05

IMMEDIATE RECONSIDERATION
FAILED 2-15-05

MUNICIPALITY OF ANCHORAGE

ALASKA

ORDINANCE NO. AO 2005-10(S)

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF FORTY-FOUR MILLION FIVE HUNDRED THOUSAND DOLLARS (\$44,500,000) 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 5, 2005.

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-FOUR MILLION FIVE HUNDRED THOUSAND DOLLARS (\$44,500,000) 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-Four Million Five Hundred Thousand Dollars (\$44,500,000) 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 bond proceeds shall be used only to pay for capital improvements and costs of issuance of the bonds. The full

1 faith and credit of the Municipality is pledged for the payment of the principal of and interest
2 on the bonds, and ad valorem taxes upon all taxable property within the Municipality shall
3 be 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 Roads and Drainage
6 Service Area.

7 Section 3. An election is to be held on April 5, 2005, 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 Roads and Drainage 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 ROADS AND DRAINAGE SERVICE AREA ROAD AND,
15 STORM DRAINAGE BONDS

16 Shall Anchorage borrow up to \$44,500,000 through the
17 issuance of general obligation bonds to pay costs of roadway
18 improvements, roadway safety improvements, drainage
19 collection, drainage treatment and related capital improve-
20 ments and increase the municipal tax cap by an annual
21 amount not to exceed \$455,000 to pay the associated annual
22 operations and maintenance costs?

23 Voter approval of this bond proposition authorizes for each
24 \$100,000 of assessed taxable property value (based on the
25 estimated 2005 assessed valuation in the Anchorage Roads
26 and Drainage Service Area): (i) an annual increase in taxes of
27 approximately \$19.89 to retire the proposed bonds, and (ii) an
28 annual increase necessary to fund the proposed increase in
the municipal tax cap (Charter 14.03(b)(2)) of approximately
\$2.48 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
levied and collected within the Anchorage Roads and Drainage
Service Area. Anchorage will also pledge its full faith and
credit for payment of the debt.

1 (No. AO 2005-10(S))


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

6 PROPOSITION NO. _____

Yes
No

7
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 5, 2005. 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 15th day
13 of February 2005.

14
15 
16 Chairman

17 ATTEST:

18 
19 Municipal Clerk