

Submitted by: Chair of the Assembly at the  
Request of the Mayor  
Prepared by: Finance  
For reading: July 25, 2006

CLERK'S OFFICE

APPROVED

Date: 8-15-06

ANCHORAGE, ALASKA  
AR No. 2006-194

A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING ONE HUNDRED TWENTY-FIVE THOUSAND DOLLARS (\$125,000) OF ANTICIPATED ADDITIONAL HOTEL/MOTEL BED TAX REVENUES AND RE-APPROPRIATING FOUR MILLION FIVE HUNDRED NINE THOUSAND DOLLARS (\$4,509,000) IN HOTEL/MOTEL BED TAX AND PENALTY/INTEREST ON HOTEL/MOTEL BED TAX REVENUES FROM AREA WIDE GENERAL FUND (101) TO THE CONVENTION CENTER ROOM TAX FUND (202) TO PROVIDE PAYMENTS UNDER THE PROFESSIONAL SERVICES CONTRACT WITH THE ANCHORAGE CONVENTION & VISITORS BUREAU (ACVB) AND THE USE AGREEMENT WITH CIVICVENTURES.

WHEREAS, the Anchorage Assembly approved Assembly Ordinance 2005-190 on December 20, 2005, approving the essential terms and conditions of the Professional Services Contract with the ACVB and the Use Agreement with CIVICVentures; and

WHEREAS, one of the essential terms of the Use Agreement was to establish a Convention Center Room Tax Fund for deposit of tourism room taxes imposed and collected pursuant to AMC 12.20.020.B.

THE ANCHORAGE ASSEMBLY RESOLVES:

Section 1. That the sum of One Hundred Twenty-Five Thousand Dollars (\$125,000) of anticipated additional Hotel/Motel Bed tax is hereby appropriated to the Convention Center Room Tax Fund (202) to provide for payment under the Professional Services Contract with ACVB and the Use Agreement with CIVICVentures.

Section 2. That the sum of Four Million Five Hundred Nine Thousand Dollars (\$4,509,000) is hereby re-appropriated from the Areawide General Fund (101) to the Convention Center Room Tax Fund (202) to provide for payment under the Professional Services Contract with ACVB and the Use Agreement with CIVICVentures.

Section 3. This resolution shall take effect immediately upon passage and approval by the Anchorage Municipal Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 15<sup>th</sup> day of August, 2006.

Daniel A. Sullivan  
Chair

ATTEST:

Sharon S. Duenkel  
Municipal Clerk

AR 2006 ReApp Hotel Tax.(s) doc/omb/assembly doc



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 548-2006

Meeting Date: July 25, 2006

**From:** Mayor

**Subject:** Appropriation of One Hundred Twenty-Five Thousand Dollars (\$125,000) of Anticipated Additional Hotel/Motel Bed Tax Revenues and Re-appropriation of Four Million Five Hundred Nine Thousand Dollars (\$4,509,000) of Hotel/Motel Bed Tax and Penalty/Interest on Hotel/Motel Bed Tax Revenues from the Areawide General Fund (101) to the Convention Center Room Tax Fund (202) to Provide for Payments Under the Professional Services Contract with the Anchorage Convention & Visitors Bureau (ACVB) and the Use Agreement with CIVICVentures

On December 20, 2005, the Anchorage Assembly approved the essential terms and conditions of a Professional Services Contract with the ACVB, and a Use Agreement with CIVICVentures (see AO 2005-190). One of the essential terms was to establish a Convention Center Room Tax Fund for deposit of Hotel/Motel Bed Tax and Penalty/Interest on Hotel/Motel Bed Tax revenues imposed and collected pursuant to AMC 12.20.020.B. This new revenue is pledged to pay debt service with any excess going to the convention center operating reserve (Interfund Transfer) or to the ACVB as required by the Professional Services and Management Agreements (Professional Services).

During the fiscal year 2006 budgeting process, the Hotel/Motel Bed Tax and Penalty/Interest on Hotel/Motel Bed Tax revenues were appropriated to the Areawide General Fund 101. However, as of January 1, 2006, as mentioned above, those taxes were required to be deposited into the Convention Center Room Tax Fund 202. This re-appropriation is anticipated to include the total amount of Hotel/Motel Bed Tax and Penalty/Interest on Hotel/Motel Bed Tax revenues required to be deposited into and disbursed from the Convention Center Room Tax Fund 202 pursuant to the Professional Services Contract and the Use Agreement.

<u>Account Number</u>	<u>AccountName</u>	<u>Amount</u>
<b>REVENUE:</b>		
202-7685-9023	Hotel/Motel Bed Tax	\$ 125,000
202-7685-9023	Hotel/Motel Bed Tax	\$4,482,500
101-9250-9023	Hotel/Motel Bed Tax	<\$4,482,500>
202-7685-9024	Penalty/Interest on Hotel / Motel Bed Tax	\$ 26,500
101-9250-9024	Penalty/Interest on Hotel / Motel Bed Tax	<\$ 26,500>
<b>EXPENDITURES:</b>		
202-7685	Debt Service, Interfund Transfer & Professional Services	\$ 125,000
202-7685	Debt Service, Interfund Transfer & Professional Services	\$4,509,000
101-5108-3101	Professional Services	<\$4,509,000>

### THE ADMINISTRATION RECOMMENDS APPROVAL.

Prepared by: Ross Risvold, Public Finance & Investments Manager  
Concurrence & Fund Certification: Jeffrey E. Sinz, Chief Fiscal Officer

101-9250-9023 FY2006 \$4,482,500

101-9250-9024 FY2006 \$ 26,500

101-5108-3101 FY2006 \$4,509,000

(Re-appropriation 2006 Operating Budget)

202-7685-9023 FY2006 \$ 125,000 (Subject to Assembly Approval)

Concurrence: Denis C. LeBlanc, Municipal Manager

Respectfully submitted: Mark Begich, Mayor