

Submitted by: Chair of the Assembly at the
Request of the Mayor

Prepared by: Office of Economic and
Community Development

CLERK'S OFFICE

APPROVED

Date: 8-15-06

For reading: August 15, 2006

Anchorage, Alaska
AR 2006- 215

1 A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROVING, SUBJECT TO
2 CONDITIONS, AN INTER-FUND LOAN FROM THE GENERAL CASH POOL TO THE
3 GIRDWOOD VALLEY SERVICE AREA CAPITAL IMPROVEMENT FUND (FUND 406), TO BE
4 REPAYED IN FULL BY AUGUST 31, 2010, FOR THE PURPOSE OF PROVIDING INTERIM LOCAL
5 FUNDS FOR THE GIRDWOOD COMMUNITY CENTER AND LIBRARY PROJECT AND TO
6 DOCUMENT THE LOCAL COST SHARE MATCH REQUIRED TO SECURE A GRANT FROM
7 THE DENALI COMMISSION.

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10 WHEREAS, the Alaska Legislature provided a \$1 million grant for the Girdwood Community Center
11 and Library project during the 2005 session and an additional \$1.5 million during the 2006 session;
12 and

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14 WHEREAS, U.S. Senator Ted Stevens has indicated that within the funds appropriated to the Denali
15 Commission sufficient funding be provided for the Girdwood Community Center and Library Project,
16 prompting Girdwood to apply to the Denali Commission for \$1 million in funding for the project; and

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18 WHEREAS, a local cost share match is required by the Denali Commission to be secured and
19 documented as a condition of funding the project; and

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21 WHEREAS, the Girdwood Board of Supervisors approved a plan to raise \$1 million locally for this
22 purpose by levying \$200,000 in property taxes annually for five years; and

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24 WHEREAS, the Anchorage Assembly, at the request of the Girdwood Board of Supervisors,
25 approved \$200,000 for the Girdwood Community Center and Library Project in the 2006 property tax
26 levy for the Girdwood Valley Service Area; and

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28 WHEREAS, the Girdwood Board of Supervisors anticipates asking the Anchorage Assembly to levy
29 an additional amount of \$200,000 for the project in 2007, 2008, 2009, and 2010 until the goal of
30 raising \$1 million locally is achieved; and

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32 WHEREAS, making available the full \$1 million local cost share match in order to secure the grant
33 from the Denali Commission will require a \$600,000 inter-fund loan to be made available in the
34 summer of 2007 and repaid by 2010 from the Girdwood Valley SA property tax levy; now, therefore,

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36 **THE ANCHORAGE ASSEMBLY RESOLVES:**

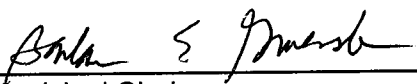
37
38 That the Anchorage Assembly approves, subject to the conditions listed below, an inter-fund loan
39 in the amount of \$600,000 from the General Cash Pool to the Girdwood Valley Service Area
40 Capital Improvement Fund (Fund 406), at an interest rate equal to the interest rate on the three-
41 year Treasury Note as of the date the funds are provided, to be repaid in full by August 31, 2010.
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Assembly approval of the loan is contingent upon the Denali Commission approving a \$1 million grant for the Girdwood Community Center and Library project and subsequent appropriation by the Assembly of the loan proceeds.

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


Chair

ATTEST:


Municipal Clerk



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

AM No. 595-2006

Meeting Date: August 15, 2006

From: Mayor

Subject: APPROVING, SUBJECT TO CONDITIONS, AN INTER-FUND LOAN FROM THE GENERAL CASH POOL TO THE GIRDWOOD VALLEY SERVICE AREA CAPITAL IMPROVEMENT FUND (FUND 406), TO BE REPAID IN FULL BY AUGUST 31, 2010, FOR THE PURPOSE OF PROVIDING INTERIM LOCAL FUNDS FOR THE GIRDWOOD COMMUNITY CENTER AND LIBRARY PROJECT AND TO DOCUMENT THE LOCAL COST SHARE MATCH REQUIRED TO SECURE A GRANT FROM THE DENALI COMMISSION.

The Girdwood Community Center and Library project will be funded from a combination of sources: (1) The State of Alaska has provided a total of \$2.5 million for the project. (2) A preliminary grant request to the Rasmuson Foundation was successful and a second-tier proposal has been invited. (3) US Senator Ted Stevens has indicated that the appropriation for the Denali Commission includes funds for the project and a \$1 million grant request has been submitted to the Commission. (4) The Girdwood Board of Supervisors has approved a property tax levy of \$200,000 annually for 5 years, beginning in 2006, to provide a \$1 million local area match for the project. The first year's tax has already been collected. Together these four sources provide the total funding needed for the Girdwood Community Center and Library project.

The Denali Commission requires that all other sources of funding be secured and documented before it will provide a grant. Since the start date for construction is the summer of 2007, and since only \$400,000 in local property taxes will have been collected by that time, provision of the entire \$1 million local cost share match requires that an inter-fund loan of \$600,000 be made from the General Cash Pool to the Girdwood Valley Service Area Capital Improvement Fund in the summer of 2007. The loan will be repaid over the following three years as the local property tax revenues are collected. The Denali Commission requires documentation of Assembly approval of the inter-fund loan as a condition of approving its \$1 million grant for the project.

The loan will be made at an interest rate equal to the interest rate of the three-year Treasury Note on the date the funds are provided. The loan will be repaid in full by August 31, 2010.

THE ADMINISTRATION RECOMMENDS APPROVAL OF THE ATTACHED RESOLUTION APPROVING SUBJECT TO CONDITIONS, AN INTER-FUND LOAN FROM THE GENERAL CASH POOL TO THE GIRDWOOD VALLEY SERVICE AREA CAPITAL IMPROVEMENT FUND (FUND 406), TO BE REPAID IN FULL BY AUGUST 31, 2010, FOR THE PURPOSE OF PROVIDING INTERIM LOCAL FUNDS FOR THE GIRDWOOD COMMUNITY CENTER AND LIBRARY PROJECT AND TO DOCUMENT THE LOCAL COST SHARE MATCH REQUIRED TO SECURE A GRANT FROM THE DENALI COMMISSION.

Prepared by: Jennifer Allen, Office of Economic & Community Development

Concur: Mary Jane Michael, Executive Director, Office of Economic & Community Development

Concur: Jeffrey E. Sinz, Chief Fiscal Officer

Concur: Denis C. LeBlanc, Municipal Manager

Respectfully submitted: Mark Begich, Mayor

Content Information**Content ID :** 004269**Type:** AR_AllOther - All Other Resolutions

A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE

Title: APPROVING, SUBJECT TO CONDITIONS, AN INTER-FUND LOAN**Author:** thomasm**Initiating Dept:** ECD**Review Depts:** Finance

A RESOLUTION APPROVING AN INTER-FUND LOAN FOR

Description: THE GIRDWOOD COMMUNITY CENTER AND LIBRARY PROJECT**Keywords:** Girdwood Community Center**Date Prepared:** 8/11/06 11:48 AM**Director Name:** Mary Jane Michael**Assembly Meeting** 8/15/06**Date MM/DD/YY:****Workflow History**

<u>Workflow Name</u>	<u>Action Date</u>	<u>Action</u>	<u>User</u>	<u>Security Group</u>	<u>Content ID</u>
AllOtherARWorkflow	8/11/06 11:51 AM	Checkin	thomasm	Public	004269
ECD_SubWorkflow	8/11/06 11:52 AM	Approve	thomasm	Public	004269
Finance_SubWorkflow	8/11/06 11:57 AM	Approve	sinzje	Public	004269

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