Submitted By: Chairman of the Assembly at the Request of the Mayor
Prepared By: Office of Management and Budget
For Reading: November 27, 2007

See AO 2007-133(S-1) As Amended

ANCHORAGE, ALASKA
AO 2007 - 133(S-1)

AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE ADOPTING THE BIENNIAL GENERAL GOVERNMENT OPERATING BUDGET FOR FISCAL YEARS 2008 AND 2009, AND APPROPRIATING FUNDS FOR FISCAL YEAR 2008.

WHEREAS, the Mayor has presented the Assembly with the biennial General Government Operating Budget for 2008 and 2009, in accordance with Anchorage Municipal Charter (hereinafter Charter) Section 13.03; and

WHEREAS, the biennial General Government Operating Budget sets forth annual budget requirements for Fiscal Year 2008 (Year 1) and Fiscal Year 2009 (Year 2); and

WHEREAS, the Assembly has reviewed the biennial General Government Operating Budget for 2008 and 2009 as presented; and

WHEREAS, on October 23, 2007, November 6, 2007 and November 13, 2007 duly advertised public hearings were held in accordance with Charter Section 13.04; and

WHEREAS, the General Government Operating Budget for 2008 (Year 1) is now ready for adoption and appropriation of funds, in accordance with Charter Section 13.05; and

WHEREAS, the General Government Operating Budget for 2009 (Year 2) is now ready for adoption, subject in 2008 to mid-cycle review, public hearings, Assembly action and appropriation of funds, in accordance with Charter Sections 13.04 and 13.05; now, therefore,

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. The biennial General Government Operating Budget for 2008 (Year 1) and 2009 (Year 2) is hereby adopted for the Municipality of Anchorage.

Section 2. The amounts set forth for the 2008 fiscal year for the following operating departments and/or agencies are hereby appropriated for the 2008 fiscal year:

Dept No.	Department/Agency	2008 Operating Costs	2008 Debt Service	2008 Total
	GENERAL GOVERNMENT			
1000	Assembly	$ 2,896,496		2,896,496
1050	Equal Rights Commission	723,369		723,369
1060	Internal Audit	568,648		568,648
1100	Office of the Mayor	1,627,248		1,627,248
1130	Office of Equal Opportunity	392,422		392,422
1150	Municipal Attorney	7,518,473		7,518,473
1200	Municipal Manager	2,122,421	1,007,450	3,129,871
1208	Heritage Land Bank/Real Estate	7,646,432		7,646,432
1300	Finance	12,712,249		12,712,249
1370	Chief Fiscal Officer	847,846		847,846
1400	Information Technology	1,430,523		1,430,523
1500	Planning	4,322,486		4,322,486
1800	Employee Relations	5,105,317		5,105,317
1900	Purchasing	1,578,243		1,578,243
1950	Office of Management and Budget	1,155,449		1,155,449
2000	Health and Human Services	12,902,088	542,170	13,444,258
3000	Anchorage Fire	65,252,128	4,291,210	69,543,338
4000	Anchorage Police	81,400,053	388,600	81,788,653
5000	Anchorage Parks and Recreation	14,873,666	2,572,760	17,446,426
5100	Economic and Community Development	21,842,030	808,610	22,650,640
6000	Public Transportation	20,756,649	489,980	21,246,629
7300	Project Management & Engineering	9,160,591		9,160,591
7400	Maintenance and Operations	47,142,963	36,447,270	83,590,233
7500	Development Services	11,676,221		11,676,221
7700	Traffic	7,246,644		7,246,644
7600	Convention Center Operating Reserve	12,926,630		12,926,630
	Subtotal General Government Agencies	$355,827,285	$ 46,548,050	$402,375,335
	INTERNAL SERVICE AGENCIES			
1200	Municipal Manager--Self Insurance	$ 8,984,738		$ 8,984,738
1400	Information Technology	16,497,594		16,497,594
	Subtotal Internal Service Agencies	$ 25,482,332	$ -	$ 25,482,332
	GRAND TOTAL GENERAL GOVERNMENT	$381,309,617	$ 46,548,050	$427,857,667

Section 3. The amounts set forth for the 2008 fiscal year for the following operating funds are hereby appropriated:

Fund No.	Fund Description	2008 Operating Costs	2008 Debt Service	2008 Total
	GENERAL FUNDS			
101	Areawide General	$123,203,656	$ 2,773,080	125,976,736
102	City Service Area (SA)	-		-
104	Chugiak Fire SA	1,118,945		1,118,945
105	Glen Alps SA	310,039		310,039
106	Girdwood Valley SA	1,633,487	29,120	1,662,607
111	Birchtree/Elmore Ltd Road SA (LRSA)	270,505		270,505
112	Sec. 6/Campbell Airstrip LRSA	128,415		128,415
113	Valli-Vue Estates LRSA	243,600		243,600
114	Skyranch Estates LRSA	36,066		36,066
115	Upper Grover LRSA	13,890		13,890
116	Raven Woods/Bubbling Brook LRSA	17,962		17,962
117	Mt. Park Estates LRSA	32,589		32,589
118	Mt. Park/Robin Hill LRSA	129,706		129,706
119	Chugiak/Birchwood/Eagle River RRSA	6,597,987		6,597,987
121	Eaglewood Contributing LRSA	95,059		95,059
122	Gateway Contributing LRSA	2,349		2,349
123	Lakehill LRSA	32,197		32,197
124	Totem LRSA	33,250		33,250
125	Paradise Valley South LRSA	11,647		11,647
126	SRW Homeowners LRSA	49,007		49,007
129	Eagle River Street Light SA	295,718		295,718
131	Anchorage Fire SA	49,800,420	3,632,350	53,432,770
141	Anchorage Roads and Drainage SA	31,383,842	36,447,270	67,831,112
142	Talus West LRSA	78,554		78,554
143	Upper O'Malley LRSA	650,952		650,952
144	Bear Valley LRSA	84,240		84,240
145	Rabbit Creek View/Heights LRSA	81,191		81,191
146	Villages Scenic Parkway LRSA	14,784		14,784
147	Sequoia Estates LRSA	26,186		26,186
148	Rockhill LRSA	49,133		49,133
149	South Goldenview Area RRSA	541,207		541,207
151	Anchorage Metropolitan Police SA	87,872,047	388,600	88,260,647
161	Anchorage Parks & Recreation SA	17,813,069	2,572,760	20,385,829

Fund No.	Fund Description	2008 Operating Costs	2008 Debt Service	2008 Total
162	Eagle River/Chugiak Parks/Rec SA	3,937,750	$ 368,050	4,305,800
181	Anchorage Building Safety SA	9,181,290	-	9,181,290
191	Public Finance & Investment Fund	1,393,038	-	1,393,038
	Subtotal General Funds	$337,163,770	$ 46,211,230	$383,375,000
	<u>SPECIAL REVENUE FUNDS</u>			
202	Convention Center Operating Reserve	$ 12,926,630	$ -	12,926,630
213	Police/Fire Retiree Medical Liability	10,231	-	10,231
221	Heritage Land Bank	1,170,049	-	1,170,049
	Subtotal Special Revenue Funds	$ 14,106,910	$ -	$ 14,106,910
	<u>DEBT SERVICE FUNDS</u>			
301	PAC Surcharge Revenue Bond	$ -	$ 336,820	336,820
313	Police/Fire Retiree Medical Liability	2,436,800	-	2,436,800
	Subtotal Debt Service Fund	$ 2,436,800	$ 336,820	$ 2,773,620
	<u>INTERNAL SERVICE FUNDS</u>			
602	Self-Insurance	$ 133,315	$ -	133,315
607	Management Information Systems	943,300	-	943,300
	Subtotal Internal Service Funds	$ 1,076,615	$ -	$ 1,076,615
	GRAND TOTAL GENERAL GOVERNMENT	$354,784,095	$ 46,548,050	$401,332,145

<u>Section 4.</u> For fiscal year 2008, the amount of Six Million Seven Hundred Thousand Dollars ($6,700,000) is appropriated from the MOA Trust Fund (730) as a contribution to the General Government Operating Budget, Areawide General Fund (101) as revenue appropriated in support of operations.

<u>Section 5.</u> The 2008 Operating Budget for the Police and Fire Retirement System Fund (715) is adopted and appropriated as follows from anticipated investment income of the Fund as approved by the Anchorage Police and Fire Retirement System Board on June 14, 2007:

Police and Fire Retirement System Agency direct cost is appropriated in an amount of Nine Hundred Twenty Nine Thousand Three Hundred Thirty Two Dollars ($929,332); and

Fund 715 function cost amount is appropriated in an amount not to exceed One Million Nineteen Thousand Eighty Six Dollars ($1,019,086).

Section 6. For fiscal year 2008, the amount of three hundred sixty-five thousand dollars ($365,000) of revenues placed into the Egan Center Reserve Account, Areawide Capital Improvement Fund (401), Economic and Community Development Department is appropriated effective January 1, 2008 as a 2008 contribution to the Areawide General Fund (101), Economic and Community Development, as budgeted in the 2008 General Government Operating Budget to fund 2008 operations of the Egan Center.

Section 7. The amount of Four Hundred Twenty Four Thousand Six Hundred Twenty Six Dollars ($424,626) in anticipated special assessment revenues are appropriated to the Special Assessment Bond Redemption Fund (899) to provide for the fiscal year 2008 debt service payments on bonds issued for special assessment projects.

Section 8. The amount of Five Million Twenty Two Thousand Five Hundred Thirty Eight Dollars ($5,022,538) of anticipated jail lease revenues are appropriated to the jail lease Revenue Fund (266) to provide for the fiscal year 2008 debt service payments on Jail Revenue Bonds.

Section 9. The amount of Seven Hundred Eleven Thousand Dollars ($711,000) of anticipated assessment revenues from the Downtown Business Improvement District, Special Assessment District, is appropriated to the Public Services Special Assessment District Fund (271), Office of Economic and Community Development, for 2008 services benefitting property owners within said assessment district.

Section 10. The General Government Operating Budget for 2009 (Year 2) is hereby adopted as set forth below by department:

Dept No.	Department/Agency	2009 Operating Costs	2009 Debt Service	2009 Total
	GENERAL GOVERNMENT			
1000	Assembly	$ 2,927,821	$ -	$ 2,927,821
1050	Equal Rights Commission	739,655		739,655
1060	Internal Audit	572,414		572,414
1100	Office of the Mayor	1,573,972		1,573,972
1130	Office of Equal Opportunity	357,584		357,584
1150	Municipal Attorney	7,662,164		7,662,164
1200	Municipal Manager	1,983,848	1,008,610	2,992,458
1208	Heritage Land Bank/Real Estate	7,600,683		7,600,683
1300	Finance	13,054,056		13,054,056
1370	Chief Fiscal Officer	824,486		824,486
1400	Information Technology	1,454,610		1,454,610
1500	Planning	4,384,484		4,384,484
1800	Employee Relations	5,322,567		5,322,567

Dept No.	Department/Agency	2009 Operating Costs	2009 Debt Service	2009 Total
1900	Purchasing	1,604,471		1,604,471
1950	Office of Management and Budget	1,153,505		1,153,505
2000	Health and Human Services	13,084,180	304,910	13,389,090
3000	Anchorage Fire	67,923,432	4,243,500	72,166,932
4000	Anchorage Police	85,599,465	393,050	85,992,515
5000	Anchorage Parks and Recreation	15,396,105	2,765,350	18,161,455
5100	Economic and Community Development	22,319,627	791,890	23,111,517
6000	Public Transportation	21,329,000	477,860	21,806,860
7300	Project Management & Engineering	9,131,781		9,131,781
7400	Maintenance and Operations	47,677,044	38,234,630	85,911,674
7500	Development Services	12,125,811		12,125,811
7700	Traffic	7,392,310		7,392,310
7600	Convention Center Operating Reserve	12,926,630		12,926,630
	Subtotal General Government Agencies	$366,121,705	$ 48,219,800	$414,341,505
	<u>INTERNAL SERVICE AGENCIES</u>			
1200	Municipal Manager--Self Insurance	8,989,081	$ -	$ 8,989,081
1400	Information Technology	16,793,025	-	16,793,025
	Subtotal Internal Service Agencies	$ 25,782,106	$ -	$ 25,782,106
	GRAND TOTAL GENERAL GOVERNMENT	$391,903,811	$ 48,219,800	$440,123,611

<u>Section 11.</u> The 2009 Operating Budget for the direct costs of the Police and Fire Retirement System Agency is adopted from anticipated investment income of the Fund in the amount of Nine Hundred Forty Thousand One Hundred Seventy Eight Dollars ($940,178).

<u>Section 12.</u> This ordinance shall take effect immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this ____ day of ____________, 2007.

____
Chair of the Assembly

ATTEST:

____
Municipal Clerk

AO 2007-133 (S-1) AMENDMENTS
Proposed 2008-2009 General Government Biennial Operating Budget

Sponsor	Department	Description	Fund	Direct Cost Amendments	Funding Source, Amendments: Revenues	IGCs Outside General Government	Applied Fund Balance	Property Tax, Charter Limit	Property Tax, Voter-Approved Max Tax Rates
		Proposed 2008 General Government Operating Budget		**429,242,554**	**180,590,015**	**26,579,696**	**978,230**	**205,479,360**	**15,615,253**
2008 S Version Amendments									
Admin	OECD	Egan Center contribution (retain status quo)	101		365,000			(365,000)	
Admin	Muni Mgr	Reduce property insurance and excess liability insurance	602	(385,000)				(385,000)	
Selkregg	Anch P & R	Youth Employment in Parks	161	150,000				150,000	
		Mt. View Boys and Girls Club	161	100,000				100,000	
		Muldoon Boys and Girls Club	161	50,000				50,000	
		Fairview Campfire at Central Lutheran	161	30,000				30,000	
		Youth Development Program (Requested $100K; $20K recommended for Russian Jack Program)	161	80,000				80,000	
Tesche, Selkregg	Anch P & R	Russian Jack Youth Program at St Anthony's	161	20,000				20,000	
Mayor	Muni Mgr	Delete funding for staff meals at Assembly meetings	101	(8,234)				(8,234)	
Tesche	Assembly	Delete funding for Assemblymember meals at work-sessions and meetings	101	(10,323)				(10,323)	
Traini, Tesche	Anch P & R	Aquatics Program	161	200,000	100,000			100,000	
Tesche	Anch P & R	Parks and Recreation Maintenance Legacy Fund, seed money	161	6,000	3,000			3,000	
Claman, Tesche	Assembly	Replace 1 vehicle/fuel costs with private vehicle mileage allotment	101	(3,850)				(3,850)	
Mayor	Mayor	Replace1 vehicle/fuel costs with private vehicle mileage allotment	101	(3,330)				(3,330)	
Ossiander	OECD	YMCA contribution for armed forces vehicle transport	101	30,000				30,000	
Mayor	H & HS	Project Access–pharmaceuticals program	101	50,000				50,000	

AO 2007-133 (S-1) AMENDMENTS
Proposed 2008-2009 General Government Biennial Operating Budget

Sponsor	Department	Description	Fund	Direct Cost Amendments	Funding Source, Amendments: Revenues	IGCs Outside General Government	Applied Fund Balance	Property Tax, Charter Limit	Property Tax, Voter-Approved Max Tax Rates
Mayor	OEO	Retain funding status quo for Rural Coordinator	101	(47,260)				(47,260)	
Mayor	Mayor	Retain funding status quo for Rural Coordinator	101	47,260				47,260	
All	Real Estate Services	Valley River Center (pending final Assembly action)	101	117,000				117,000	
Selkregg	Planning	Northeast Anchorage District Plan (one-time in 2008)	101	75,000				75,000	
Claman	Police	Increase overtime budget	151	1,292,730				1,292,730	
		Increase vacancy factor	151	(1,292,730)				(1,292,730)	
Boards of Supervisors	Mnt & Ops	LRSA and RRSA budget increases:							
		Glen Alps SA	105	11,450					11,450
		Birchtree/Elmore LRSA	111	11,000					11,000
		Skyranch Estates LRSA	114	1,350					1,350
		Mt. Park/Robin Hill LRSA	118	1,430					1,430
		Upper O'Malley LRSA	143	25,990					25,990
		Bear Valley LRSA	144	34,840					34,840
		Villages Scenic Parkway LRSA	146	610					610
		Sequoia Estates LRSA	147	7,580					7,580
		South Goldenview RRSA	149	26,050					26,050
		TOTAL AMENDMENTS, Operating Budget S Version		**617,563**	**468,000**	**-**	**-**	**29,263**	**120,300**
Total 2008 Proposed General Government Operating Budget , S Version				**429,860,117**	**181,058,015**	**26,579,696**	**978,230**	**205,508,623**	**15,735,553**
2008 S-1 Version Amendments									
	Assembly	Reduce Assembly Budget Restricted Account (3942)	101	(121,150)				(121,150)	
	Dev Svcs	Reduce ROW Enforcement personnel budget	101	(100,000)	(100,000)			-	
	HLB	Delete new position in Heritage Land Bank Division	221	(121,245)	(121,245)			-	
	Anch P&R	Delete new horticulture park caretakers	161	(105,890)				(105,890)	
		Reduce new park maintenance positions 7 to 3	161	(91,934)		(54,174)		(37,760)	
		Decrease YEP program from $150K to $100K	161	(50,000)				(50,000)	
	Empl Rel	Delete new Sr Pension Retirement Analyst	101	(105,231)	(70,000)			(35,231)	

AO 2007-133 (S-1) AMENDMENTS
Proposed 2008-2009 General Government Biennial Operating Budget

					Funding Source, Amendments				
Sponsor	Department	Description	Fund	Direct Cost Amendments	Revenues	IGCs Outside General Government	Applied Fund Balance	Property Tax, Charter Limit	Property Tax, Voter-Approved Max Tax Rates
	Finance	Reduce personnel budget	101	(250,000)				(250,000)	
	PM&E	Reduce personnel budget in Private Development	101	(200,000)	(200,000)			-	
	H & HS	Reduce personnel budget	101	(150,000)	(150,000)			-	
	OECD	Reduce Youth Reception Center Funding	101	(50,000)				(50,000)	
		Eliminate increase in PAC contract	101	(57,000)				(57,000)	
		Reduce funding for Eagle River/Chugiak Parks & Rec	162	(25,000)					(25,000)
	Purchasing	Reduce personnel budget	101	(150,000)				(150,000)	
	Planning	Eliminate Northeast District Plan in 2008	101	(75,000)				(75,000)	
	Mnt & Ops	Reduce Facility Maintenance funding	101	(100,000)				(100,000)	
	Dev Svcs	Reduce professional services within Building Safety Division	181	(250,000)	(250,000)			-	
	2008 TOTAL AMENDMENTS, Operating Budget S-1 Version			**(2,002,450)**	**(891,245)**	**(54,174)**	**-**	**(1,032,031)**	**(25,000)**
Total 2008 Proposed General Government Operating Budget , S-1 Version				**427,857,667**	**180,166,770**	**26,525,522**	**978,230**	**204,476,592**	**15,710,553**

AO 2007-133 (S-1) AMENDMENTS
Proposed 2008-2009 General Government Biennial Operating Budget

					Funding Source, Amendments				
Sponsor	Department	Description	Fund	Direct Cost Amendments	Revenues	IGCs Outside General Government	Applied Fund Balance	Property Tax, Charter Limit	Property Tax, Voter-Approved Max Tax Rates
	2009 Proposed Budget S Version			**443,426,061**	**183,370,217**	**26,579,694**	**718,910**	**216,977,763**	**15,779,477**
2009 S Version Amendments									
Claman	Planning	West Anchorage District Plan (one-time in 2009)	101	75,000				75,000	
Mayor	OEO	Retain funding status quo for Rural Coordinator	101	(53,270)				(53,270)	
Mayor	Mayor	Retain funding status quo for Rural Coordinator	101	53,270				53,270	
		S Version Amendments		**75,000**	-	-	-	**75,000**	-
2008 S-1 Version Amendments Carried Forward to 2009				**(2,002,450)**	**(891,245)**	**(54,174)**	-	**(1,032,031)**	**(25,000)**
2009 S-1 Version Amendments									
	Various	Personnel adjustments to general government departments due to change in vacancy factor methodology and executive vacancies during mayoral transition	various	(1,300,000)				(1,300,000)	
	H & HS	Reduce personnel budget	101	(100,000)	(100,000)			-	
	Mnt & Ops	Increase Facility Maintenance funding	101	100,000				100,000	
	Planning	Eliminate West Anchorage District Plan	101	(75,000)				(75,000)	
		S-1 Version Amendments		**(1,375,000)**	**(100,000)**	-	-	**(1,275,000)**	-
	2009 TOTAL AMENDMENTS, Operating Budget S-1 Version			**(3,302,450)**	**(991,245)**	**(54,174)**	-	**(2,232,031)**	**(25,000)**
Total 2009 Proposed General Government Operating Budget, S-1 Version				**440,123,611**	**182,378,972**	**26,525,520**	**718,910**	**214,745,732**	**15,754,477**

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. 589-2007 (A-1)

Meeting Date: November 27, 2007

FROM: Mayor

SUBJECT: An Ordinance of the Municipality of Anchorage adopting the biennial general government operating budget for fiscal years 2008 and 2009, and appropriating funds for fiscal year 2008.

This memorandum accompanies AO 2007 – 133(S-1) which presents the Municipality of Anchorage's biennial budget for general government operations for fiscal year 2008 (Year 1) and fiscal year 2009 (Year 2). "S-1" version amendments are shown on the attached spreadsheet.

The 2008 general government operating budget totals $427.9 million, of which $381.4 million funds general government services and $46.5 million funds principal and interest on bonds. The 2009 budget totals $440.1 million of which $391.9 million funds general government services and $48.2 million funds principal and interest on bonds.

The 2008 and 2009 general government budgets reflect the Municipality's continuing commitment to provide tax relief to property taxpayers. As a result, $13.5 million in areawide property tax credits are proposed for both 2008 and 2009.

THE ADMINISTRATION RECOMMENDS APPROVAL OF THIS ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE ADOPTING THE BIENNIAL GENERAL GOVERNMENT OPERATING BUDGET FOR FISCAL YEARS 2008 AND 2009, AND APPROPRIATING FUNDS FOR FISCAL YEAR 2008.

Prepared by:	Janet Mitson, OMB Director
Concurrence:	Sharon Weddleton, Chief Fiscal Officer
Concurrence:	James N. Reeves, Municipal Attorney
Concurrence:	Denis C. LeBlanc, Municipal Manager
Respectfully submitted:	Mark Begich, Mayor