

Submitted by: Chair of the Assembly at the
Request of the Mayor
Prepared by: Office of Management and Budget
For reading: April 12, 2011

CLERK'S OFFICE

APPROVED

Date: 4-26-11

ANCHORAGE, ALASKA

AR No. 2011-103

A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING THREE MILLION NINETY-SIX THOUSAND SEVEN HUNDRED EIGHTY-TWO DOLLARS (\$3,096,782) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET TO BE USED AS A CONTRIBUTION TO THE AREAWIDE GENERAL CAPITAL IMPROVEMENT PROGRAM FUND (401) FOR THE REPAYMENT OF AN INTER-FUND LOAN TO MUNICIPAL LIGHT & POWER AND APPROPRIATING SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET FOR THE REMEDIATION OF REEVE BOULEVARD AND APPROPRIATING SEVEN HUNDRED THOUSAND DOLLARS (\$700,000) OF THE ANCHORAGE BOWL PARKS AND RECREATION SERVICE AREA FUND (161) FUND BALANCE TO THE PARKS AND RECREATION DEPARTMENT, FUND (161) 2011 OPERATING BUDGET FOR REMEDIATION OF KINCAID PARK.

WHEREAS, Real Estate Services Department purchased a parcel legally described as Tract B Muldoon Estates in 2006 with an inter-fund loan from Municipal Light & Power for \$3,688,437, for a five-year term with annual interest based upon the cash pool earnings rate plus 50 basis points; and

WHEREAS, Real Estate Services Department is managing the assessment and cleanup of the Reeve Boulevard polychlorinated biphenyl (PCB) contaminated site previously used as a waste fill property; and

WHEREAS, Parks and Recreation Department is managing the assessment and cleanup of the Kincaid Park Biathlon Range land remediation; now, therefore,

THE ANCHORAGE ASSEMBLY RESOLVES:

Section 1. The sum of Three Million Ninety-six Thousand Seven Hundred Eighty-two dollars (\$3,096,782) is hereby appropriated from the Areawide General Fund (101) fund balance to the Areawide General Fund (101) 2011 Operating Budget, to be used as a contribution to the Areawide General Capital Improvement fund (401) for the repayment of an inter-fund loan to Municipal Light and Power in the Real Estate Services Department.

Section 2. The sum of Seven Hundred Fifty Thousand dollars (\$750,000) is hereby appropriated from the Areawide General Fund (101) fund balance to the Areawide General Fund (101) 2011 Operating Budget, for land remediation at Reeve Boulevard in the Real Estate Services Department.


Section 3. The sum of Seven Hundred Thousand dollars (\$700,000) is hereby appropriated from the Anchorage Bowl Parks and Recreation Service Area fund (161) fund balance to the Anchorage Bowl Parks and Recreation Service Area Fund (161) 2011 Operating Budget, for land remediation at Kincaid Park Biathlon Range in the Parks and Recreation Department.

Section 4. This resolution shall be effective immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 26th day of April, 2011.


Chair of the Assembly

ATTEST:


Municipal Clerk

Department of Appropriation:

Department of Real Estate Services \$3,846,782

Department of Parks and Recreation \$700,000

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 221-2011

Meeting Date: April 12, 2011

From: MAYOR

Subject: A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING THREE MILLION NINETY-SIX THOUSAND SEVEN HUNDRED EIGHTY-TWO DOLLARS (\$3,096,782) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET TO BE USED AS A CONTRIBUTION TO THE AREAWIDE GENERAL CAPITAL IMPROVEMENT PROGRAM FUND (401) FOR THE REPAYMENT OF AN INTER-FUND LOAN TO MUNICIPAL LIGHT & POWER AND APPROPRIATING SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET FOR THE REMEDIATION OF REEVE BOULEVARD AND APPROPRIATING SEVEN HUNDRED THOUSAND DOLLARS (\$700,000) OF THE ANCHORAGE BOWL PARKS AND RECREATION SERVICE AREA FUND (161) FUND BALANCE TO THE PARKS AND RECREATION DEPARTMENT, FUND (161) 2011 OPERATING BUDGET FOR REMEDIATION OF KINCAID PARK

This resolution appropriates fund balance that was saved in 2010 to meet three obligations that were unresolved when this Administration came into office:

Alaska Greenhouse Property Acquisition - \$3,096,782

In 2006, the Assembly approved (AO 2006-149(S)) as a \$3,688,437 inter-fund loan from ML&P to purchase the former Alaska Greenhouse property (Tract B, Muldoon Estates Subdivision). Repayment terms were specified in AM 799-2006, that required full payment within five years and payment of annual interest. The final payment to ML&P is due October 25, 2011. The first principal re-payment was made in December 2010. The requested appropriation will pay off the loan.

Reeve Boulevard Remediation - \$750,000

In 2008, the presence of PCBs exceeding applicable clean-up levels was discovered in the soil on the Reeve Boulevard Site (Parcel 3, Tract B, Municipal Industrial Subdivision Site), which is owned by the Municipality. The soil was transported to the site by and under the supervision of potentially responsible third parties. The presence of the PCBs was reported to the Alaska Department of Environmental Conservation (ADEC) and the Environmental Protection Agency (EPA). The Municipality is working with ADEC and the EPA on proper characterization and remediation of the site. The Municipality also is pursuing its rights and remedies

against third parties.

Kincaid Park Remediation - \$700,000

Kincaid Project Group, Inc. (KPG), an Alaska nonprofit corporation is making improvements within Kincaid Park, which is owned by the Municipality of Anchorage. In 2008 during the course of improvements, one or more of KPG's contractors disturbed lead-contaminated soils at the site of a former biathlon range. The EPA issued a notice of violation to Anchorage. As owner of the Park, the Municipality is a responsible party and is working with the other responsible parties, DEC and EPA, to satisfactorily resolve the violation. Remediation costs are estimated between \$600,000 and \$1.1 million, plus additional legal costs associated with attempting to obtain reimbursement from KPG and the other responsible parties. The requested funding will enable remediation work to get underway. Should additional funds be required and no alternate funding sources are available, a second appropriation request will be made at that time.

The budget detail is as follows:

Revenue:

101-0740	Fund Balance – Unreserved	\$3,846,782
161-0740	Fund Balance – Unreserved	\$ 700,000
401-1253-9601-BP2006	Contributions from Other Funds	\$3,096,782

Expenditure:

101-1222-3901-BP2011	Contributions to Other Funds	\$3,096,782
101-1222-3101-BP2011	Professional Services	\$ 750,000
161-5504-3101-BP2011	Professional Services	\$ 700,000
401-1253-0611	Due to Areawide	\$3,096,782

THE ADMINISTRATION RECOMMENDS APPROVAL OF A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING THREE MILLION NINETY-SIX THOUSAND SEVEN HUNDRED EIGHTY-TWO DOLLARS (\$3,096,782) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET TO BE USED AS A CONTRIBUTION TO THE AREAWIDE GENERAL CAPITAL IMPROVEMENT PROGRAM FUND (401) FOR THE REPAYMENT OF AN INTER-FUND LOAN TO MUNICIPAL LIGHT & POWER AND APPROPRIATING SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET FOR THE REMEDIATION OF REEVE BOULEVARD AND APPROPRIATING SEVEN HUNDRED THOUSAND DOLLARS (\$700,000) OF THE ANCHORAGE BOWL PARKS AND RECREATION SERVICE AREA FUND (161) FUND BALANCE TO THE PARKS AND RECREATION DEPARTMENT, FUND (161) 2011

OPERATING BUDGET FOR REMEDIATION OF KINCAID PARK.

Prepared by: Office of Management and Budget
Recommended by: Cheryl Frasca, Director Office of Management and Budget
Fund certification: Lucinda Mahoney, CFO
101-0740 \$3,846,782
(Areawide General Fund Balance)
161-0740 \$ 700,000
(Anchorage Bowl Parks and Recreation Service Area Fund Balance)
Concur: Dennis A. Wheeler, Municipal Attorney
Concur: George J. Vakalis, Municipal Manager
Respectfully submitted: Daniel A. Sullivan, Mayor

Content ID: 010071**Type:** AR_FundsApprop - Funds Approp Resolution

A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING THREE MILLION NINETY-SIX THOUSAND SEVEN HUNDRED EIGHTY-TWO DOLLARS (\$3,096,782) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET TO BE USED AS A CONTRIBUTION TO THE AREAWIDE GENERAL CAPITAL IMPROVEMENT PROGRAM FUND (401) FOR THE REPAYMENT OF AN INTER-FUND LOAN TO MUNICIPAL LIGHT & POWER AND APPROPRIATING SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE SERVICES DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011 OPERATING BUDGET FOR THE REMEDIATION OF REEVE BOULEVARD AND APPROPRIATING SEVEN HUNDRED THOUSAND DOLLARS (\$700,000) OF THE ANCHORAGE BOWL PARKS AND RECREATION SERVICE AREA FUND (161) FUND BALANCE TO THE PARKS AND RECREATION DEPARTMENT, FUND (161) 2011 OPERATING BUDGET FOR REMEDIATION OF KINCAID PARK.

Title:**Author:** pruittns**Initiating Dept:** OMB**Date:** 3/31/11 3:49 PM**Prepared:**
Director Name: Cheryl Frasca**Assembly Meeting Date:** 4/12/11**Public Hearing Date:** 4/26/11

Workflow Name	Action Date	Action	User	Security Group	Content ID
Clerk_Admin_SubWorkflow	4/1/11 11:53 AM	Exit	Joy Maglaqui	Public	010071
MuniManager_SubWorkflow	4/1/11 11:53 AM	Approve	Joy Maglaqui	Public	010071
Finance_SubWorkflow	4/1/11 11:52 AM	Approve	Ross Risvold	Public	010071
Finance_SubWorkflow	4/1/11 11:29 AM	Checkin	Nina Pruitt	Public	010071
OMB_SubWorkflow	3/31/11 4:07 PM	Approve	Cheryl Frasca	Public	010071
FundsAppropWorkflow	3/31/11 3:51 PM	Checkin	Christine Chesnut	Public	010071