

Submitted by: Chair of the Assembly at the  
Request of the Mayor  
Prepared by: Office of Management and Budget  
For reading: April 26, 2011

CLERK'S OFFICE

**APPROVED**

Date: 5-10-11 **ANCHORAGE, ALASKA**  
**AR No. 2011-125**

**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 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 DEPARTMENT, HERITAGE LAND BANK FUND (221) 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**, the Real Estate 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**, the Real Estate 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**, the 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 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 Heritage Land Bank Fund (221) 2011 Operating Budget, for land remediation at Reeve Boulevard in the Real Estate 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 10<sup>th</sup> day of May, 2011.

Debbi Osuander  
Chair of the Assembly

ATTEST:

Patricia S. Brando  
Municipal Clerk

**Department of Appropriation:**

Department of Real Estate \$3,846,782

Department of Parks and Recreation \$700,000

# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 257-2011

Meeting Date: April 26, 2011

1 **From: MAYOR**

2  
3 **Subject: A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE**  
4 **APPROPRIATING THREE MILLION NINETY-SIX THOUSAND**  
5 **SEVEN HUNDRED EIGHTY-TWO DOLLARS (\$3,096,782) OF**  
6 **AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL**  
7 **ESTATE DEPARTMENT, AREAWIDE GENERAL FUND (101) 2011**  
8 **OPERATING BUDGET TO BE USED AS A CONTRIBUTION TO THE**  
9 **AREAWIDE GENERAL CAPITAL IMPROVEMENT PROGRAM FUND**  
10 **(401) FOR THE REPAYMENT OF AN INTER-FUND LOAN TO**  
11 **MUNICIPAL LIGHT & POWER AND APPROPRIATING SEVEN**  
12 **HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF AREAWIDE**  
13 **GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE**  
14 **DEPARTMENT, HERITAGE LAND BANK FUND (221) 2011**  
15 **OPERATING BUDGET FOR THE REMEDIATION OF REEVE**  
16 **BOULEVARD AND APPROPRIATING SEVEN HUNDRED**  
17 **THOUSAND DOLLARS (\$700,000) OF THE ANCHORAGE BOWL**  
18 **PARKS AND RECREATION SERVICE AREA FUND (161) FUND**  
19 **BALANCE TO THE PARKS AND RECREATION DEPARTMENT,**  
20 **FUND (161) 2011 OPERATING BUDGET FOR REMEDIATION OF**  
21 **KINCAID PARK**

22  
23 This resolution appropriates fund balance that was saved in 2010 to meet three  
24 obligations that were unresolved when this Administration came into office:

25  
26 Alaska Greenhouse Property Acquisition - \$3,096,782

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

33  
34 Reeve Boulevard Remediation - \$750,000

35 In 2008, the presence of PCBs exceeding applicable clean-up levels was discovered  
36 in the soil on the Reeve Boulevard Site (Parcel 3, Tract B, Municipal Industrial  
37 Subdivision Site), which is owned by the Municipality. The soil was transported to the  
38 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:

Account Number	Account Name	Amount
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:

Account Number	Account Name	Amount
101-1222-3901-BP2011	Contributions to Other Funds	\$3,096,782
221-1221-3101-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 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 DEPARTMENT, HERITAGE  
LAND BANK FUND (221) 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  
REMEDICATION OF KINCAID PARK.**

Prepared by:	Office of Management and Budget
Recommended by:	Cheryl Frasca, Director Office of Management and Budget
Concur by:	John H. Rodda, Director Parks and Recreation Department
Concur by:	Tammy Oswald, Acting Director Real Estate Department
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:** 010140**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 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

**Title:** THOUSAND DOLLARS (\$750,000) OF AREAWIDE GENERAL FUND (101) FUND BALANCE TO THE REAL ESTATE DEPARTMENT, HERITAGE LAND BANK FUND (221) 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.

**Author:** pruittns**Initiating Dept:** OMB**Review Depts:** ParksRec, Real\_Estate**Description:** ML&P Loan and Land Remediation**Date Prepared:** 4/20/11 8:14 AM**Director Name:** Cheryl Frasca**Assembly Meeting Date:** 4/26/11**Public Hearing Date:** 5/10/11

<b>Workflow Name</b>	<b>Action Date</b>	<b>Action</b>	<b>User</b>	<b>Security Group</b>	<b>Content ID</b>
Clerk_Admin_SubWorkflow	4/22/11 10:25 AM	Exit	Joy Maglaqui	Public	010140
MuniManager_SubWorkflow	4/22/11 10:25 AM	Approve	Joy Maglaqui	Public	010140
Finance_SubWorkflow	4/20/11 3:04 PM	Approve	Lucinda Mahoney	Public	010140
Finance_SubWorkflow	4/20/11 2:24 PM	Checkin	Nina Pruitt	Public	010140
Real_Estate_SubWorkflow	4/20/11 9:50 AM	Approve	Tammy Oswald	Public	010140
ParksRec_SubWorkflow	4/20/11 9:24 AM	Approve	Elizabeth Stanley	Public	010140
OMB_SubWorkflow	4/20/11 8:31 AM	Approve	Cheryl Frasca	Public	010140
FundsAppropWorkflow	4/20/11 8:15 AM	Checkin	Christine Chesnut	Public	010140

*R. J. Frasca*

CONSENT AGENDA - INTRODUCTION