

CLERK'S OFFICE

**APPROVED**

Date: 5-22-12

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

Prepared by: Public Works Department  
For Reading: May 8, 2012

**ANCHORAGE, ALASKA  
AR No. 2012-130**

1 **A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING FOUR**  
2 **MILLION FOUR HUNDRED THOUSAND DOLLARS (\$4,400,000) FROM THE PUBLIC**  
3 **WORKS DEPARTMENT, MAINTENANCE AND OPERATIONS DIVISION, EQUIPMENT**  
4 **MAINTENANCE INTERNAL SERVICE OPERATING FUND (601), UNRESTRICTED NET**  
5 **ASSETS ACCOUNT, TO THE EQUIPMENT MAINTENANCE INTERNAL SERVICE**  
6 **CAPITAL FUND (606) TO PURCHASE REPLACEMENT VEHICLES AND EQUIPMENT.**  
7  
8

9 **WHEREAS**, the Equipment Maintenance Internal Service Operating Fund (601) provides the  
10 revenue source for funding purchase and replacement of necessary vehicles and equipment  
11 through rental rates; and  
12

13 **WHEREAS**, the approved 2012 Capital Improvement Budget (CIB) includes the purchase of  
14 the subject replacement vehicles and equipment for various Municipal agencies in the  
15 amount of Four Million Four Hundred Thousand Dollars (\$4,400,000); and  
16

17 **WHEREAS**, sufficient funds will be collected in the Equipment Maintenance Internal Service  
18 Operating Fund (601) during 2012 to purchase the identified vehicles and equipment  
19 scheduled for purchase; now therefore  
20

21 **THE ANCHORAGE ASSEMBLY RESOLVES:**  
22

23 **Section 1.** That Four Million Four Hundred Thousand Dollars (\$4,400,000) is hereby  
24 appropriated from the Equipment Maintenance Internal Service Operating Fund (601),  
25 Unrestricted Net Assets Account, and said amount is hereby transferred to the Equipment  
26 Maintenance Internal Service Capital Fund (606) to purchase vehicles and equipment.  
27

28 **Section 2.** This resolution shall take effect immediately upon passage and approval by the  
29 Anchorage Assembly.  
30

31 PASSED AND APPROVED by the Anchorage Assembly this 22<sup>nd</sup> day of  
32 May, 2012.  
33

34 Ernie Hall  
35 Chair of the Assembly  
36

37 ATTEST

38 Beth S. Johnson  
39  
40 Municipal Clerk  
41

42 **Departmental Appropriation:**  
43 Public Works Department: \$4,400,000



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 285-2012

Meeting Date: May 8, 2012

1 **FROM:** MAYOR  
2  
3 **SUBJECT:** RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE  
4 APPROPRIATING FOUR MILLION FOUR HUNDRED THOUSAND  
5 DOLLARS (\$4,400,000) FROM THE PUBLIC WORKS DEPARTMENT,  
6 MAINTENANCE AND OPERATIONS DIVISION, EQUIPMENT  
7 MAINTENANCE INTERNAL SERVICE OPERATING FUND (601),  
8 UNRESTRICTED NET ASSETS ACCOUNT, TO THE EQUIPMENT  
9 MAINTENANCE INTERNAL SERVICE CAPITAL FUND (606) TO  
10 PURCHASE REPLACEMENT VEHICLES AND EQUIPMENT.  
11  
12

13 The attached Resolution appropriates \$4,400,000 from the Equipment Maintenance Internal  
14 Service Operating Fund (601), Unrestricted Net Assets Account, to the Equipment  
15 Maintenance Internal Service Capital Fund (606) to purchase replacement vehicles and  
16 equipment. The purchase of replacement vehicles and equipment is justified, necessary  
17 and consistent with the fleet vehicle replacement schedule. The process of reassigning and  
18 auctioning underutilized vehicles and equipment is on-going.  
19

20 The Assembly approved the 2012 Capital Improvement Budget (CIB) in December 2011  
21 which included a total of \$6,200,000 to purchase a variety of replacement vehicles and  
22 equipment utilizing the Equipment Maintenance Internal Service Operating Fund (601),  
23 Unrestricted Net Assets Account. At this time, Fleet Maintenance has identified vehicles and  
24 equipment in the amount of \$4,400,000 in need of replacement and has scheduled  
25 procurement pending Assembly approval of this appropriation. The scheduled vehicle  
26 purchase plan included in the 2012 CIB has been adjusted to a level projected to be fully  
27 supported by current anticipated 2012 Fleet Maintenance Rental Rate Revenues.  
28

29 The table below provides summary detail of the current highest priority vehicles and  
30 equipment scheduled to be purchased pending approval of this appropriation. After the  
31 invitation to bid and contract award process is complete, delivery of the vehicles and  
32 equipment will range from 90 to 300 days.  
33  
34

Quantity	Description	Amount
3	Motor Graders	\$ 844,000
3	Loader Mounted Snow Blowers	682,000
1	Loader	242,000
50	Police Vehicles	1,250,000
17	General Purpose Light Duty Vehicles	557,000
1	Sweeper	250,000
1	Skid Steer with Cold Planer	75,000
1	Various Police Vehicle Accessories	500,000
	Grand Total	\$ 4,400,000

45

AM Purchase Replacement Vehicles and Equipment

The budgetary detail is as follows:

REVENUE:

<u>Account Number</u>	<u>Account Name</u>	<u>Amount</u>
601.0770.BP2012	Unrestricted Net Assets	(\$4,400,000)
606.0770.BP2012	Investment in Plant – Operations	4,400,000

EXPENDITURE:

<u>Account Number</u>	<u>Account Name</u>	<u>Amount</u>
606.1638.5401.BP2012	M&E > \$4,999 Except HW & SW	\$ 4,400,000

**THE ADMINISTRATION RECOMMENDS APPROVAL OF THE RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROPRIATING FOUR MILLION FOUR HUNDRED THOUSAND DOLLARS (\$4,400,000) FROM THE PUBLIC WORKS DEPARTMENT, MAINTENANCE AND OPERATIONS DIVISION, EQUIPMENT MAINTENANCE INTERNAL SERVICE OPERATING FUND (601), UNRESTRICTED NET ASSETS ACCOUNT, TO THE EQUIPMENT MAINTENANCE INTERNAL SERVICE CAPITAL FUND (606) TO PURCHASE REPLACEMENT VEHICLES AND EQUIPMENT.**

Prepared by: Maurice Robinson, Manager  
Administration Division

Approved by: Ron Thompson, P.E., Director  
Public Works Department

Fund certification: Lucinda Mahoney, CFO  
601.0770.BP2012 \$ 4,400,000  
(Unrestricted Net Assets - Subject to Receipt of 2012 Budgeted Revenues)

Concur: George J. Vakalis, Municipal Manager

Respectfully submitted: Daniel A. Sullivan, Mayor