

Submitted By: Chairman of the Assembly at  
the Request of the Mayor  
Prepared By: Office of Management and  
Budget  
For Reading: April 10, 2012

ANCHORAGE, ALASKA  
AR 2012 - 98

1 A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE REVISING AND APPROPRIATING  
2 FUNDS FOR THE 2012 GENERAL GOVERNMENT OPERATING BUDGET FOR THE  
3 MUNICIPALITY OF ANCHORAGE

6 WHEREAS, the approved 2012 budget for the Municipality of Anchorage was effective on January 1,  
7 2012, per AO 2011 - 100 as Amended.

9 WHEREAS, the Mayor has recommended revisions to departments and fund appropriations for 2012;  
10 now, therefore,

12 THE ANCHORAGE ASSEMBLY RESOLVES:

14 **Section 1.** The direct cost amounts set forth for the 2012 fiscal year for the following operating  
15 departments and/or agencies are hereby appropriated for the 2012 fiscal year:

17 Department/Agency	2012 Approved Budget	Revision	2012 Revised Budget
18 <u>GENERAL GOVERNMENT</u>			
19 Assembly	\$ 2,805,056	\$ 25,000	\$ 2,830,056
20 Chief Fiscal Officer	635,140	-	635,140
21 Community Development	13,963,156	(108,262)	13,854,894
22 Employee Relations	2,189,122	619,621	2,808,743
23 Equal Rights Commission	715,248	-	715,248
24 Finance	12,127,387	40,943	12,168,330
25 Finance - TANS DS Fund 101	381,360	(264,581)	116,779
26 Anchorage Fire Department	77,847,133	(267,279)	77,579,854
27 Health and Human Services	11,685,596	(1,089,836)	10,595,760
28 Information Technology	14,817,615	(13,490,549)	1,327,066
29 Internal Audit	577,863	-	577,863
30 Library	7,754,877	(19,484)	7,735,393
31 Management and Budget	843,933	-	843,933
32 Office of the Mayor	2,179,399	228,939	2,408,338
33 Municipal Attorney	7,500,119	30,000	7,530,119
34 Municipal Manager	20,124,175	(8,179,473)	11,944,702
35 Parks and Recreation	20,374,114	954,995	21,329,109
36 Anchorage Police Department	83,388,462	(216,932)	83,171,530
37 Public Transportation	21,571,959	(83,227)	21,488,732
38 Public Works	108,308,007	1,995,540	110,303,547
39 Purchasing	1,760,416	-	1,760,416
40 Real Estate Services	8,012,209	16,805	8,029,014
41 Subtotal General Government Agencies	\$ 419,562,346	\$ (19,807,781)	\$ 399,754,565

Resolution to Revise and Appropriate 2012 General Government Operating Budget

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Department/Agency	2012 Approved Budget	Revision	2012 Revised Budget
<b><u>POLICE AND FIRE (P&amp;F) RETIREMENT CONTRIBUTIONS</u></b>			
Fire - P&F Medical and Trust	\$ 7,973,508	\$ 542,150	\$ 8,515,658
Police - P&F Medical and Trust	9,516,065	(542,150)	8,973,915
Subtotal Police and Fire Retirement Contr.	\$ 17,489,573	\$ -	\$ 17,489,573
<b><u>INTERNAL SERVICE AGENCIES</u></b>			
Municipal Manager--Self Insurance	\$ 2,390,040	\$ 8,165,007	\$ 10,555,047
Information Technology	501,727	13,681,833	14,183,560
Subtotal Internal Service Agencies	\$ 2,891,767	\$ 21,846,841	\$ 24,738,608
<b><u>SPECIAL REVENUE FUND</u></b>			
Finance - Convention Ctr Reserve	\$ 12,330,090	\$ (49,776)	\$ 12,280,314
<b>GRAND TOTAL GENERAL GOVERNMENT</b>	<b>\$ 452,273,776</b>	<b>\$ 1,989,284</b>	<b>\$ 454,263,060</b>

**Section 2.** The function cost amounts set forth for the 2012 fiscal year for the following operating funds are hereby appropriated (see **Section 4**):

Fund No.	Fund Description	2012 Approved Budget	Revision	2012 Revised Budget
<b><u>GENERAL FUNDS</u></b>				
101	Areawide General	\$ 122,886,702	\$ (758,072)	\$ 122,128,630
104	Chugiak Fire SA	1,500,657	(352,345)	1,148,312
105	Glen Alps SA	305,489	(3,245)	302,244
106	Girdwood Valley SA	2,348,094	(310,969)	2,037,125
111	Birchtree/Elmore LRSA	267,748	(14,505)	253,243
112	Sec. 6/Campbell Airstrip LRSA	139,660	(2,942)	136,718
113	Valli-Vue Estates LRSA	126,387	(8,347)	118,040
114	Skyranch Estates LRSA	35,169	(2,040)	33,129
115	Upper Grover LRSA	15,638	(713)	14,925
116	Raven Woods/Bubbling Brook LRSA	17,702	(1,072)	16,630
117	Mt. Park Estates LRSA	34,249	(1,465)	32,784
118	Mt. Park/Robin Hill RRSA	151,026	(6,449)	144,577
119	Chugiak/Birchwood/Eagle River RRSA	6,812,492	26,181	6,838,673
121	Eaglewood Contributing RSA	108,148	(1,079)	107,069
122	Gateway Contributing RSA	2,167	(52)	2,115
123	Lakehill LRSA	50,617	(3,021)	47,596
124	Totem LRSA	35,494	(12,712)	22,782
125	Paradise Valley South LRSA	12,778	292	13,070
126	SRW Homeowners LRSA	51,518	(992)	50,526
129	Eagle River Street Light SA	348,668	217,446	566,114
131	Anchorage Fire SA	64,463,309	696,925	65,160,234
141	Anchorage Roads & Drainage SA	70,032,045	1,480,479	71,512,524
142	Talus West LRSA	114,040	(1,282)	112,758
143	Upper O'Malley LRSA	654,999	(8,829)	646,170
144	Bear Valley LRSA	52,602	(67)	52,535

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Fund No.	Fund Description	2012		2012 Revised Budget
		Approved Budget	Revision	
145	Rabbit Creek View/Heights LRSA	87,535	6,787	94,322
146	Villages Scenic Parkway LRSA	19,682	(230)	19,452
147	Sequoia Estates LRSA	23,859	(2,693)	21,166
148	Rockhill LRSA	48,654	(3,633)	45,021
149	South Goldenview Area RRSA	569,001	3,979	572,980
151	Anchorage Metropolitan Police SA	102,558,019	49,608	102,607,627
161	Anchorage Parks & Recreation SA	20,543,867	(244,921)	20,298,946
162	Eagle River/Chugiak Parks/Rec SA	3,247,165	764,003	4,011,168
181	Anchorage Building Safety SA	7,396,425	85,986	7,482,411
191	Public Finance & Investment Fund	1,596,240	61,017	1,657,257
	Subtotal General Funds	\$ 406,657,845	\$ 1,651,028	\$ 408,308,873
	<u>SPECIAL REVENUE FUNDS</u>			
202	Convention Center Reserves	\$ 12,330,090	\$ (49,776)	\$ 12,280,314
221	Heritage Land Bank	1,373,570	(116,882)	1,256,688
	Subtotal Special Revenue Funds	\$ 13,703,660	\$ (166,658)	\$ 13,537,002
	<u>DEBT SERVICE FUND</u>			
301	PAC Surcharge Revenue Bond	\$ 339,613	\$ -	\$ 339,613
	<u>INTERNAL SERVICE FUNDS</u>			
602	Self-Insurance	\$ 2,390,040	\$ (1,494,437)	\$ 895,603
607	Management Information Systems	501,727	1,398,961	1,900,688
	Subtotal Internal Service Funds	\$ 2,891,767	\$ (95,476)	\$ 2,796,291
	GRAND TOTAL GENERAL GOVERNMENT	\$ 423,592,885	\$ 1,388,895	\$ 424,981,778

**Section 3.** For fiscal year 2012, the amount of Four Million Eight Hundred Thousand Dollars (\$4,800,000), a decrease of One Hundred Thousand Dollars (\$100,000) from 2012 Approved amount of Four Million Nine Hundred Thousand Dollars (\$4,900,000), is appropriated from the MOA Trust Fund (730) as a contribution to the 2012 General Government Operating Budget, Areawide General Fund (101) as revenue appropriated in support of operations.

**Section 4.** The Function Cost amounts will be adjusted to reflect the IGC impact of any amendments.

**Section 5.** This resolution shall take effect immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this \_\_\_\_ day of \_\_\_\_\_, 2012.

\_\_\_\_\_  
Chair of the Assembly

ATTEST:

\_\_\_\_\_  
Municipal Clerk



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

**AM No. 224-2012**

**Meeting Date:** April 10, 2012

FROM: MAYOR

SUBJECT: A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE  
REVISING AND APPROPRIATING FUNDS FOR THE 2012  
GENERAL GOVERNMENT OPERATING BUDGET FOR THE  
MUNICIPALITY OF ANCHORAGE

Assembly Resolution 2012-98 reflects the Administration's proposed revisions to the 2012 General Government Operating Budget. The proposed package updates projected revenue, fine tunes 2012 costs, and funds items that were not anticipated at the time the 2012 budget was approved last December.

When compared to the 2012 budget approved in December, the proposed revised direct cost budget increases by \$1.9 million. Underlying this number are shifts in revenue sources based on updated information and expenditure adjustment primarily due to unanticipated events. A detailed listing of each change is attached to this AM. Highlights include:

### Use of Prior Year Fund Balance

Careful management of department budgets resulted in a \$7.7 million savings in the five major funds (property taxes) at year-end. Each year this savings is rolled forward as revenue to help pay for the following year's budget, which reduces the amount of property taxes that otherwise would be needed. This roll forward of property taxes is a credit against the amount of property taxes that otherwise would be collected from the respective service areas taxpayers.

The 2012 Budget as approved last December already uses \$4 million of this year-end savings. The revised budget uses the remaining \$3.7 million.

### Expenditure Adjustments

An increase of \$1.2 million in direct costs is proposed, which reflects \$2.2 million in savings and \$3.4 million in cost increases. The major increase is \$1.7 million for snow removal.

### Revenue Adjustments

As a result of updating revenue projections, there is a \$3.3 million decrease in non-property taxes primarily due to a \$2.2 million decrease in investment earnings and a \$803,000 decrease in anticipated MUSA/MESA payments.

### Total Property Tax Requirement

The revised budget requires an additional \$2.4 million in property taxes and comes in \$501,464 below the amount allowed under the Tax Cap. When compared to 2011, taxes required to pay voter-approved debt service increase \$6.7 million (13.5%) while total property taxes increase 2.6% (\$5.8 million).

1 THE ADMINISTRATION RECOMMENDS APPROVAL OF THE RESOLUTION OF THE  
2 MUNICIPALITY OF ANCHORAGE REVISING AND APPROPRIATING FUNDS FOR THE  
3 2012 GENERAL GOVERNMENT OPERATING BUDGET FOR THE MUNICIPALITY OF  
4 ANCHORAGE.

5  
6 Prepared by: Office of Management and Budget  
7 Recommended by: Cheryl Frasca, Director, Office of Management and Budget  
8 Concur: Lucinda Mahoney, CFO  
9 Concur: George J. Vakalis, Municipal Manager  
10 Respectfully Submitted: Daniel A. Sullivan, Mayor