



MUNICIPALITY OF ANCHORAGE

ASSEMBLY INFORMATION MEMORANDUM

AIM No. 174-2020

Meeting Date: November 17, 2020

From: MAYOR

Subject: Municipal Budget Advisory Commission 2021 Proposed Budget Resolution, November 2020.

Attached is a resolution from the Municipal Budget Advisory Commission recommending the Assembly support:

- 1) The Proposed 2021 General Government Operating Budget
- 2) The Proposed 2021 General Government Capital Improvement Budget and 2021-2026 Capital Improvement Program.
- 3) The Proposed 2021 Utility & Enterprise Operating and Capital Budgets.

The resolution was discussed at the special meeting of the commission on November 12, 2020.

Prepared by: Lance Wilber, Director, OMB
Concur: William D. Falsey, Municipal Manager
Respectfully submitted: Austin Quinn-Davidson, Acting Mayor

Municipal Budget Advisory Commission 2021 Proposed Budget Resolution, November 2020

The Municipal Budget Advisory Commission (BAC) is responsible to provide the assembly, the mayor, the school board, and the superintendent of schools well-informed advice as to budgets and budgeting process, 4.50.030.

Whereas; The BAC has been provided information, offered presentations, and reviewed the proposed 2021 budgets (General Government, Capital, and Utility & Enterprises) by the Office of Management and Budget, and

Whereas; In preparation of the BAC's members review of 2021 budget, key departments were selected by the members to participate in individual TEAMS meetings with department directors and representatives to include; Anchorage Fire Department (AFD), Anchorage Police Department (APD), Finance, Health, Maintenance & Operations (M&O), Parks & Recreation, Planning, Port of Alaska and Real Estate to gain more insight and better understanding of department operations, challenges and needs for 2021, and

Whereas; The BAC understands the unique challenges in preparing the Proposed 2021 General Government Operating Budget during a time of our communities economic constraints and concerns for the overall health and wellbeing brought on by forces related to COVID-19 since March 2020 and predicted to continue into 2021, and

Whereas; The BAC recognizes the Proposed 2021 General Government Operating Budget illustrates a less than a 1% increase above the 2020 revised budget approved in April 2020 that established the 2020 tax rate and likely an inflation-adjusted reduction in the size of the budget, and

Whereas; The BAC understands the impact and recognizes the significant reductions in state resources available that are resulting in continued cost shifting of local resources to otherwise state supported services. Concurrently, the drastic reduction in capital investment over the past 5 years has resulted in increased strain on our local capital program to keep up with local community infrastructure needs, and

Whereas; The BAC supports the proposed budget which continues to prioritize public safety, to which approximately 40% of the total budget is allocated including fully funding police and fire attrition academies, supporting programs that focus on addressing homelessness in our community while maintaining basic support services in other departments, and

Whereas; The BAC is aware the M&O Department is challenged in being able to meet industry standards of replacement of general government fleet (67% depreciated), APD vehicles (60% depreciated) and heavy equipment vehicles (57% depreciated). As a result, the BAC supports M&O for additional budget for parts and adding back of the three positions to support maintenance, and

Whereas; The BAC recognizes the critical importance of Parks and Recreation Department's efforts towards preventative maintenance of their facilities and continue do so with limited resources afforded to them and encourages the opportunity for the department to enhance their preventative maintenance, and

Whereas; The BAC promotes the continued need to enhance the ability and resources for preventive maintenance facilities and fleet as it reduces the risk of catastrophic failure, assures

reliability, extends the service life, and promotes a healthy and safe environment for employees and residents use of municipal facilities, and

Whereas; The BAC commends the herculean effort the Anchorage Health Department has taken in responses to the COVID-19 pandemic in 2020 and supports the department's request for additional staff in 2021 towards their response to the pandemic and furthermore the staff to address those negative social, physical, and mental health issues resulting from alcohol and substance misuse and to coordinate efforts amongst various stakeholders, and

Whereas; The BAC encourages the alignment of similar municipal operations, such as the alignment of Parks and Recreation with the operation of the cemetery, duties, and responsibilities when such changes can result in gains of efficiencies and benefits in overall municipal service, and

Whereas; The BAC recognizes the Tax Cap as an instrument to limit the growth of government spending and supports its full application in the budget process by adjusting as required to account for losses in non-property taxes, adjusted for new construction, population, and consumer price index that maintains investment in public safety and basic government service as proposed in the 2021 budget, and

Whereas; The BAC has considered the proposed 2021 capital projects specifically related to the 2021 bonds and supports the proposed amount as the capital investments required to maintain and improve our infrastructure recognizing the proposed total 2021 bond amount is approximately \$6 million less than the 2020 bond request, and

Whereas; The BAC has reviewed and supports the proposed operating and capital budgets for the Utilities and Enterprise Departments, and

Whereas; The BAC particularly commends and supports the efforts of the Anchorage Water and Wastewater Utility (AWWU) has made to prepare their proposed 2021 operating and capital budgets in recognition the utility has faced reduced revenues due to COVID-19, while the overall demand for service rendered has not decreased, and

Now Therefore Be It Resolved:

- 1) That the BAC recommends the Assembly support the Proposed 2021 General Government Operating Budget.
- 2) That the BAC recommends the Assembly support the Proposed 2021 Capital Improvement Budget and 2021-2026 Capital Improvement Program.
- 3) That the BAC recommends the Assembly support the Proposed 2021 Utility & Enterprise Operating and Capital Budgets.

Passed and approved on this date: November 12, 2020

Nolan Klouda

Nolan Klouda

Budget Advisory Commission, Chair

Municipal Clerk's Office
Approved
Date: November 17, 2020

2021 Approved Utility/Enterprise Activities Budgets
Submitted By: Chair of the Assembly at
the Request of the Mayor
Prepared By: Office of Management &
Budget
For Reading: October 13, 2020

ANCHORAGE, ALASKA
AO No. 2020 - 107

AN ORDINANCE ADOPTING AND APPROPRIATING FUNDS FOR THE 2021 MUNICIPAL UTILITIES/ENTERPRISE ACTIVITIES OPERATING BUDGETS AND THE 2021 MUNICIPAL UTILITIES/ENTERPRISE ACTIVITIES CAPITAL IMPROVEMENT BUDGETS.

WHEREAS, the Mayor has presented recommended 2021 Municipal Utilities/Enterprise Activities Operating Budgets and Capital Improvement Budgets (CIB) for the Municipality of Anchorage to the Assembly in accordance with Article XIII, Section 13.03 of the Municipal Charter; and

WHEREAS, the Assembly reviewed the budgets as presented; and

WHEREAS, duly advertised public hearings were held in accordance with Article XIII, Section 13.04 of the Municipal Charter; and

WHEREAS, the 2021 Utilities/Enterprise Activities Operating Budgets and the 2021 Utilities/Enterprise Activities CIB are now ready for adoption and appropriation of funds in accordance with Article XIII, Section 13.05 of the Municipal Charter; now therefore,

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. The 2021 Municipal Utilities/Enterprise Activities Operating Budgets and the 2021 Municipal Utilities/Enterprise Activities Capital Improvement Budgets are hereby adopted.

Section 2. The amounts set forth for the 2021 Municipal Utilities/Enterprise Activities Operating Budgets for the following Municipal Utilities/Enterprise Activities are hereby appropriated for the 2021 fiscal year:

Fund	Utility/Enterprise	Appropriated Budget
531000	Anchorage Hydropower Utility	\$ 2,860,275
540000	Anchorage Water Utility (AWU)	48,267,978
540300	AWU - Reimbursable	1,000,000
550000	Anchorage Wastewater Utility (ASU)	47,823,441
550300	ASU - Reimbursable	1,000,000
560000	Solid Waste Refuse Collections	12,091,562
562000	Solid Waste Disposal	20,645,087
570000	Port of Alaska	15,281,704
580000	Merrill Field Airport	2,154,317
Utility/Enterprise Operating Appropriated Budgets		\$ 151,124,364


Section 3. The amounts set forth for the 2021 Municipal Utilities/Enterprise Activities Capital Improvement Budgets for the municipal utilities/enterprise activities are hereby approved. AWU & ASU sections intend to complete the projects listed by category, but may complete related capital improvements as may be required for safety purposes or to maintain service to customers.

Section 4. The following capital activities' funding sources are available and are hereby appropriated for the 2021 Municipal Utilities/Enterprise Activities in amounts not to exceed, as follows:

Fund	Utility/Enterprise	Appropriated Budget
531200	Anchorage Hydropower Capital	708,000
540200	AWU Capital	18,000,000
550200	ASU Capital	18,000,000
560200	SWS Refuse Capital	2,845,000
562200	SWS Disposal Capital	9,905,000
570200	Port of Alaska Capital	4,185,000
580200	Merrill Field Airport Capital	-
Utility/Enterprise Capital Appropriated Budgets		\$ 53,643,000

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

PASSED AND APPROVED by the Anchorage Assembly this 17th day of November, 2020.


Chair

ATTEST:



Municipal Clerk

MUNICIPALITY OF ANCHORAGE
ASSEMBLY MEMORANDUM
AM No. 569-2020

Meeting Date: October 13, 2020

From: MAYOR

Subject: AN ORDINANCE ADOPTING AND APPROPRIATING FUNDS FOR THE 2021 MUNICIPAL UTILITIES/ENTERPRISE ACTIVITIES OPERATING BUDGETS AND THE 2021 MUNICIPAL UTILITIES/ENTERPRISE ACTIVITIES CAPITAL IMPROVEMENT BUDGETS.

The accompanying Assembly Ordinance:

- appropriates the Municipal Utilities/Enterprise Activities 2021 Operating Budgets
- approves the 2021 Municipal Utilities/Enterprise Activities Capital Improvement Budgets
- appropriates the 2021 Municipal Utilities/Enterprise Activities Capital Improvement Budgets that have available funding sources.

The complete budget documents are available as follows:

- <http://www.muni.org/Departments/budget/Pages/default.aspx>
- Hard copies at each municipal library branch

THE ADMINISTRATION RECOMMENDS APPROVAL.

Prepared by:	Lance Wilber, Director
Concur:	Alexander Slivka, CFO
Concur:	Kathryn R. Vogel, Municipal Attorney
Concur:	William D. Falsey, Municipal Manager
Respectfully submitted:	Ethan A. Berkowitz, Mayor

Municipal Clerk's Office
Approved
Date: **November 17, 2020**

2021 Approved Utility/Enterprise Activities Budgets
Submitted by: Chair of the Assembly at the
Request of the Mayor
Prepared by: Office of Management &
Budget
For reading: October 13, 2020

ANCHORAGE, ALASKA
AR No. 2020-353

**A RESOLUTION APPROVING THE 2021-2026 MUNICIPAL UTILITIES/ENTERPRISE
ACTIVITIES CAPITAL IMPROVEMENT PROGRAMS.**

WHEREAS, the Mayor has presented recommended 2021-2026 Municipal
Utilities/Enterprise Activities Capital Improvement Programs (CIP) for the Municipality of
Anchorage to the Assembly in accordance with Article XIII, Section 13.02 of the Municipal
Charter; and

WHEREAS, the Assembly reviewed the 2021-2026 Municipal Utilities/Enterprise
Activities CIPs as presented; and


WHEREAS, a duly advertised public hearing was held in accordance with Article XIII,
Section 13.02 of the Municipal Charter; now, therefore,

THE ANCHORAGE ASSEMBLY RESOLVES:

Section 1. The 2021-2026 Municipal Utilities/Enterprise Activities CIPs are hereby
approved as by AO 2020 - 107.

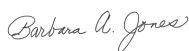
Section 2. This resolution shall be effective immediately upon passage and approval
by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 17th day of November,
2020.



Chair

ATTEST:



Municipal Clerk

MUNICIPALITY OF ANCHORAGE
ASSEMBLY MEMORANDUM
AM No. 570-2020

Meeting Date: October 13, 2020

From: MAYOR

Subject: A RESOLUTION APPROVING THE 2021-2026 MUNICIPAL UTILITIES/ENTERPRISE ACTIVITIES CAPITAL IMPROVEMENT PROGRAMS.

The accompanying Assembly Resolution approves the Municipal Utilities/Enterprise Activities 2021-2026 Capital Improvement Programs.

The complete budget documents are available as follows:

- <http://www.muni.org/Departments/budget/Pages/default.aspx>
- Hard copies at each municipal library branch

THE ADMINISTRATION RECOMMENDS APPROVAL.

Prepared by:	Lance Wilber, Director, OMB
Concur:	Alexander Slivka, CFO
Concur:	William D. Falsey, Municipal Manager
Respectfully submitted:	Ethan A. Berkowitz, Mayor

Attachment to Resolution 2020-353 Approving the:

Municipality of Anchorage
Utilities/Enterprise Activities
2021-2026 Capital Improvement Programs
(in thousands)

Department	2021	2022	2023	2024	2025	2026	Total
Anchorage Hydropower Utility	708	724	741	760	780	780	4,493
AWWU - Water Utility	18,000	18,900	19,845	20,837	20,879	20,423	118,884
AWWU - Wastewater Utility	18,000	15,000	13,662	14,345	15,062	15,815	91,884
Merrill Field	21,619	8,392	5,924	-	-	-	35,935
Port of Alaska	4,185	6,990	3,250	3,250	3,250	1,500	22,425
SWS - Disposal Utility	9,905	8,840	4,455	1,978	5,219	9,450	39,847
SWS - Refuse Collections	2,845	1,460	1,320	360	360	360	6,705
Total	75,262	60,306	49,197	41,530	45,550	48,328	320,173

Municipal Clerk's Office
Approved
Date: **November 17, 2020**

2021 Approved Utility/Enterprise Activities Budgets
Submitted by: Chair of the Assembly at the
Request of the Mayor
Prepared by: Office of Management &
Budget
For reading: October 13, 2020

ANCHORAGE, ALASKA
AO No. 2020-108

**AN ORDINANCE ADOPTING AND APPROPRIATING FUNDS FOR THE 2021
OPERATING AND CAPITAL BUDGETS OF THE ANCHORAGE COMMUNITY
DEVELOPMENT AUTHORITY.**

WHEREAS, the Anchorage Assembly approved Assembly Ordinance No. 2004-181(S-1), As Amended on January 18, 2005 establishing the Anchorage Community Development Authority (ACDA); and

WHEREAS, ACDA is an instrument of the Municipality of Anchorage, but exists independently of and separate from the Municipality; and

WHEREAS, the 2021 operating and capital budgets for ACDA have been reviewed and approved by the Anchorage Community Development Authority Board; now, therefore,

THE ANCHORAGE ASSEMBLY ORDAINS:

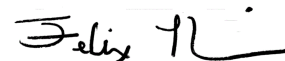
Section 1. The fiscal year 2021 Operating and Capital Improvement Budgets of the Anchorage Community Development Authority are hereby adopted.

Section 2. The 2021 Operating Budget appropriation for ACDA is SEVEN MILLION EIGHT HUNDRED ONE THOUSAND EIGHT DOLLARS (\$7,801,008).

Section 3. The 2021 Capital Improvement Budget appropriation for ACDA is ONE MILLION ONE HUNDRED EIGHTY-SIX THOUSAND FOUR HUNDRED SIXTY-FIVE DOLLARS (\$1,186,465).

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

PASSED AND APPROVED by the Anchorage Assembly this 17th day of November, 2020.



Chair

ATTEST:



Municipal Clerk

MUNICIPALITY OF ANCHORAGE
ASSEMBLY MEMORANDUM
AM No. 571-2020

Meeting Date: October 13, 2020

From: MAYOR

**Subject: AN ORDINANCE ADOPTING AND APPROPRIATING FUNDS
FOR THE 2021 OPERATING AND CAPITAL BUDGETS OF THE
ANCHORAGE COMMUNITY DEVELOPMENT AUTHORITY.**

The Anchorage Assembly adopted Assembly Ordinance No. 2004-181(S-1), As Amended, on January 18, 2005, establishing the Anchorage Community Development Authority (ACDA). The ACDA expanded the role of the former Anchorage Parking Authority into a development and parking authority, with parking operations now a unit within ACDA.

The 2021 operating and capital budgets for the ACDA were reviewed and approved by the Anchorage Community Development Authority Board.

The complete budget documents are available as follows:

- <http://www.muni.org/Departments/budget/Pages/default.aspx>
- Hard copies at each municipal library branch

THE ADMINISTRATION RECOMMENDS APPROVAL.

Prepared by:	Lance Wilber, Director, OMB
Concur:	Alexander Slivka, CFO
Concur:	Kathryn R. Vogel, Municipal Attorney
Concur:	William D. Falsey, Municipal Manager
Respectfully submitted:	Ethan A. Berkowitz, Mayor

Attachment to Ordinance 2020-108 Appropriating the:
ANCHORAGE COMMUNITY DEVELOPMENT AUTHORITY
2021 Capital Improvement Budget

Project Title	Total
PeopleMover Relocation	300,000
Garage Structural Improvements	836,465
Information Technology Upgrades	50,000
Total	1,186,465