

Appendix R

Alcoholic Beverages Retail Sales Tax Program

Purpose

The net receipts from the alcoholic beverages retail sales tax, after payment of the costs of administration, collection, and audit to the municipality, are dedicated and shall be available to use only for:

- Funding for police, related criminal justice personnel, and first responders
- Funding to combat and address child abuse, sexual assault, and domestic violence
- Funding for substance misuse treatment, prevention programs, detoxification or long-term addiction recovery facilities, mental and behavioral health programs, and resources to prevent and address Anchorage's homelessness crisis.

The dedicated net receipts shall only be used to provide additional service levels above the 2020 baseline. The net receipts described shall not be used to supplant funding for existing service levels contained in the actual operating budget for fiscal year 2020 and the funding to provide for and maintain that level of service in subsequent years.

Description

Ordinance AO 2019-148(S-1), As Amended submitted to the qualified voters of the Municipality of Anchorage at the regular municipal election on April 7, 2020 as Proposition 13 passed 51.24% yes to 48.76% no. Proposition 13 amends the Anchorage Municipal Charter by adding a new Section 14.07 Alcoholic beverages retail sales tax. The assembly is authorized to levy a five percent (5%) tax on all retail sales of alcoholic beverages. The tax levy shall be effective February 1, 2021.

No increase of the alcoholic beverages retail sales tax above five percent (5%) or change of the use of its proceeds may be made without approval of the majority of qualified voters voting on the question.

At least 120 days before the end of the fiscal year of the municipality and at such other times as the assembly directs, the mayor shall submit to the assembly a report of the tax revenues collected and expended. The report of expenses shall be itemized by each authorized use or purpose and presented to the public.

AO 2020-57(S), passed and approved by the Anchorage Assembly on June 23, 2020 added Anchorage Municipal Code (AMC) Chapter 12.65, Alcoholic Beverages Retail Sales Tax to establish the requirements and procedures for the administration, collection, and enforcement of the alcoholic beverages retail sales tax.

In accordance with AO 2019-148(S-1), As Amended, Section 3. the Municipality created fund 206000 Alcoholic Beverages Retail Sales Tax Fund to account for the revenues and expenditures of the tax proceeds.

The Municipal Treasury has projected the alcohol tax revenues to be approximately \$12M for 2021. The Administration is recommending to allocate \$9.3M of the projected revenues; until which time actual receipts allow for confirmed refined revenue projections.

Alcoholic Beverages Retail Sales Tax Program Reconciliation from 2020 Revised Budget to 2021 Proposed Budget

	Direct Costs	Positions		
		FT	PT	Seas/T
2020 Revised Budget	-	-	-	-
2021 Continuation Level				
2021 One-Time Requirements				
- <u>Health</u> - Pay for success	1,800,000	-	-	-
2021 Proposed Budget Changes				
- <u>Finance</u> - add full year funding for two alcohol tax enforcement staff one (1) Tax Enforcement Officer I and one (1) Tax Enforcement Officer II	202,102	2	-	-
- <u>Finance</u> - add full year funding for non labor costs supporting new alcohol tax enforcement	4,000	-	-	-
- <u>Health</u> - add one (1) new Homelessness Program Coordinator	117,494	1	-	-
- <u>Health</u> - add one (1) new Principal Accountant	117,494	1	-	-
- <u>Health</u> - add one (1) new Grant Acquisition/Contracting Officer	100,551	1	-	-
- <u>Health</u> - add one (1) new Operations Coordinator (Treatment Center and Related Activities)	100,551	1	-	-
- <u>Health</u> - add one (1) new Senior Office Associate	75,762	1	-	-
- <u>Health</u> - add one (1) new Epidemiologist	149,019	1	-	-
- <u>Health</u> - add one (1) new Public Health Nursing Supervisor, seven (7) new Public Health Nurses and three (3) Senior Family Service Aides	1,134,029	11	-	-
- <u>Health</u> - add full year non labor funding for homelessness and housing administration for operational needs	30,000	-	-	-
- <u>Health</u> - Overnight shelter for 150 individuals	360,000	-	-	-
- <u>Health</u> - Early Education grants to providers	1,000,000	-	-	-
- <u>Health</u> - Evidence-based grants to providers	1,000,000	-	-	-
- <u>Health</u> - ADVSAIP - reinstate remainder of APD officer and DOL clerk to hold DVSA offenders accountable - grant funding lost mid-year 2019	44,620	-	-	-
- <u>Health</u> - Operational costs for shelter, day center and/or treatment center	2,000,000	-	-	-
- <u>Library</u> - add one (1) new Community Resource Coordinator	95,861	1	-	-
- <u>Library</u> - add two (2) new Assistant Community Resource Coordinators	173,966	2	-	-
- <u>Library</u> - add four (4) new Peer Navigators	30,620	-	-	4
- <u>Library</u> - add one (1) new Early Literacy Specialist	93,584	1	-	-
- <u>Parks & Recreation</u> - Healthy Spaces - expand camp abatement to year-round to include storage	700,000	-	-	-
2021 Proposed Budget				
	9,329,653	23	-	4

Finance Department Summary

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Division				
FIN Treasury	-	-	206,102	100.00%
Direct Cost Total	-	-	206,102	100.00%
Function Cost Total	-	-	206,102	100.00%
Net Cost Total	-	-	206,102	100.00%
Direct Cost by Category				
Salaries and Benefits	-	-	202,102	100.00%
Supplies	-	-	4,000	100.00%
Travel	-	-	-	-
Debt Service	-	-	-	-
Direct Cost Total	-	-	206,102	100.00%
Position Summary as Budgeted				
Full-Time	-	-	2	100.00%
Part-Time	-	-	-	-
Position Total	-	-	2	100.00%

Finance Division Summary

FIN Treasury

(Fund Center # 134800, 134300)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	202,102	100.00%
Supplies	-	-	4,000	100.00%
Travel	-	-	-	-
Contractual/Other Services	-	-	-	-
Manageable Direct Cost Total	-	-	206,102	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	206,102	1
Intragovernmental Charges				
Charges by/to Other Departments	-	-	-	-
Function Cost Total	-	-	206,102	100.00%
Net Cost Total	-	-	206,102	100.00%
Position Summary as Budgeted				
Full-Time	-	-	2	100.00%
Position Total	-	-	2	100.00%

**Finance
Division Detail**

FIN Treasury

(Fund Center # 134800, 134300)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	202,102	100.00%
Supplies	-	-	4,000	100.00%
Travel	-	-	-	-
Manageable Direct Cost Total	-	-	206,102	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	206,102	100.00%
Net Cost				
		Direct Cost Total	206,102	100.00%
Net Cost Total	-	-	206,102	100.00%

Position Detail as Budgeted

	2019 Revised		2020 Revised		2021 Proposed	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
Tax Enforcement Officer I	-	-	-	-	1	-
Tax Enforcement Officer II	-	-	-	-	1	-
Position Detail as Budgeted Total	-	-	-	-	2	-

Health Department Summary

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Division				
HD Human Services	-	-	8,029,520	100.00%
Direct Cost Total	-	-	8,029,520	100.00%
Function Cost Total	-	-	8,029,520	100.00%
Net Cost Total	-	-	8,029,520	100.00%
Direct Cost by Category				
Salaries and Benefits	-	-	1,839,520	100.00%
Supplies	-	-	30,000	100.00%
Travel	-	-	-	-
Contractual/OtherServices	-	-	6,160,000	100.00%
Debt Service	-	-	-	-
Direct Cost Total	-	-	8,029,520	100.00%
Position Summary as Budgeted				
Full-Time	-	-	17	100.00%
Part-Time	-	-	-	-
Position Total	-	-	17	100.00%

Health
Division Summary
HD Human Services
(Fund Center # 244500, 244600)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	1,839,520	100.00%
Supplies	-	-	30,000	100.00%
Travel	-	-	-	-
Contractual/Other Services	-	-	6,160,000	100.00%
Manageable Direct Cost Total	-	-	8,029,520	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	8,029,520	1
Function Cost Total	-	-	8,029,520	100.00%
Net Cost Total	-	-	8,029,520	100.00%
Position Summary as Budgeted				
Full-Time	-	-	17	100.00%
Position Total	-	-	17	100.00%

**Health
Division Detail
HD Human Services**

(Fund Center # 244500, 244600)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	1,839,520	100.00%
Supplies	-	-	30,000	100.00%
Travel	-	-	-	-
Contractual/Other Services	-	-	6,160,000	100.00%
Manageable Direct Cost Total	-	-	8,029,520	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	8,029,520	100.00%
Net Cost				
Direct Cost Total	-	-	8,029,520	100.00%
Net Cost Total	-	-	8,029,520	100.00%

Position Detail as Budgeted

	2019 Revised		2020 Revised		2021 Proposed	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
Administrative Officer	-	-	-	-	2	-
Medical Officer	-	-	-	-	1	-
Nurse Supervisor I	-	-	-	-	1	-
Principal Accountant	-	-	-	-	1	-
Principal Administrative Officer	-	-	-	-	1	-
Public Health Nurse	-	-	-	-	7	-
Senior Family Service Aide	-	-	-	-	3	-
Senior Office Associate	-	-	-	-	1	-
Position Detail as Budgeted Total	-	-	-	-	17	-

Library Department Summary

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Division				
Library	-	-	394,031	100.00%
Direct Cost Total	-	-	394,031	100.00%
Function Cost Total	-	-	394,031	100.00%
Net Cost Total	-	-	394,031	100.00%
Direct Cost by Category				
Salaries and Benefits	-	-	394,031	100.00%
Travel	-	-	-	-
Debt Service	-	-	-	-
Direct Cost Total	-	-	394,031	100.00%
Position Summary as Budgeted				
Full-Time	-	-	4	100.00%
Part-Time	-	-	4	100.00%
Position Total	-	-	8	100.00%

Library
Division Summary
Library

(Fund Center # 536000, 536100)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	394,031	100.00%
Travel	-	-	-	-
Manageable Direct Cost Total	-	-	394,031	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	394,031	1
Function Cost Total	-	-	394,031	100.00%
Net Cost Total	-	-	394,031	100.00%
Position Summary as Budgeted				
Full-Time	-	-	4	100.00%
Part-Time	-	-	4	100.00%
Position Total	-	-	8	100.00%

Library
Division Detail
Library

(Fund Center # 536000, 536100)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	394,031	100.00%
Travel	-	-	-	-
Manageable Direct Cost Total	-	-	394,031	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	394,031	100.00%
Net Cost				
			Direct Cost Total	100.00%
	-	-	394,031	100.00%
Net Cost Total	-	-	394,031	100.00%

Position Detail as Budgeted

	2019 Revised		2020 Revised		2021 Proposed	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
Family Service Specialist	-	-	-	-	2	-
Public Service Intern I	-	-	-	-	-	4
Special Administrative Assistant I	-	-	-	-	1	-
Youth Services Specialist	-	-	-	-	1	-
Position Detail as Budgeted Total	-	-	-	-	4	4

Parks & Recreation Department Summary

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Division				
P&R Anch Bowl Parks Operation	-	-	700,000	100.00%
Direct Cost Total	-	-	700,000	100.00%
Function Cost Total	-	-	700,000	100.00%
Net Cost Total	-	-	700,000	100.00%
Direct Cost by Category				
Salaries and Benefits	-	-	400,000	100.00%
Supplies	-	-	134,000	100.00%
Travel	-	-	-	-
Contractual/OtherServices	-	-	111,000	100.00%
Debt Service	-	-	-	-
Equipment, Furnishings	-	-	55,000	100.00%
Direct Cost Total	-	-	700,000	100.00%
Position Summary as Budgeted				
Part-Time	-	-	-	-
Position Total	-	-	-	-

Parks & Recreation
Division Summary
P&R Anch Bowl Parks Operation
(Fund Center # 551200)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	400,000	100.00%
Supplies	-	-	134,000	100.00%
Travel	-	-	-	-
Contractual/Other Services	-	-	111,000	100.00%
Equipment, Furnishings	-	-	55,000	100.00%
Manageable Direct Cost Total	-	-	700,000	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	700,000	1
Function Cost Total	-	-	700,000	100.00%
Net Cost Total	-	-	700,000	100.00%
Position Summary as Budgeted				
Position Total				-

Parks & Recreation
Division Detail
P&R Anch Bowl Parks Operation
(Fund Center # 551200)

	2019 Actuals	2020 Revised	2021 Proposed	21 v 20 % Chg
Direct Cost by Category				
Salaries and Benefits	-	-	400,000	100.00%
Supplies	-	-	134,000	100.00%
Travel	-	-	-	-
Contractual/Other Services	-	-	111,000	100.00%
Equipment, Furnishings	-	-	55,000	100.00%
Manageable Direct Cost Total	-	-	700,000	100.00%
Debt Service	-	-	-	-
Non-Manageable Direct Cost Total	-	-	-	-
Direct Cost Total	-	-	700,000	100.00%
Net Cost				
			Direct Cost Total	
	-	-	700,000	100.00%
Net Cost Total	-	-	700,000	100.00%