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2  
3 CLERK'S OFFICE  
4 AMENDED AND APPROVED  
5 Date: 2-3-09  
6

Requested by: Chair of the Assembly at the  
Request of the Acting Mayor  
Prepared by: Cynthia M. Weed, Bond Counsel  
K&L PRESTON GATES ELLIS LLP  
For Reading: January 20, 2009

7  
8 MUNICIPALITY OF ANCHORAGE  
9 ORDINANCE No. AO 2009-13  
10

11  
12 AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED  
13 VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF  
14 NOT TO EXCEED ONE MILLION FIVE HUNDRED FIFTY THOUSAND DOLLARS  
15 (\$1,550,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF  
16 ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY AND  
17 TRANSPORTATION IMPROVEMENTS AND RELATED CAPITAL  
18 IMPROVEMENTS, AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL  
19 TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND  
20 MAINTENANCE COSTS AT THE ELECTION TO BE HELD IN THE  
21 MUNICIPALITY ON APRIL 7, 2009.  
22

23 **WHEREAS**, the best interest of the citizens and property owners in the Municipality of  
24 Anchorage, Alaska (the "Municipality") require the Municipality to acquire and equip  
25 certain public safety equipment vehicles, transit fleet and transportation systems and make  
26 improvements to transportation facilities, and

27 **WHEREAS**, the Assembly of the Municipality have identified necessary public safety and  
28 transportation improvement projects with Municipality; and

29 **WHEREAS**, in order to provide funds to perform the necessary acquisitions, upgrades and  
30 improvements as further described in Section 1 of this ordinance (the "Projects"), it is  
31 deemed necessary and advisable that the Municipality issue and sell its general obligation  
32 bonds (the "Bonds"); now, therefore,

1 **THE ANCHORAGE ASSEMBLY ORDAINS:**

2 **Section 1.** Purpose. The Assembly hereby determines that the Municipality is in need  
3 of ~~a new ambulance~~, replacement of cardiac monitors, bus stop improvements, replacement  
4 of paratransit and support vehicles, management information system upgrades, transit  
5 security and facilities improvements, bus capital maintenance and operating system  
6 improvements, and related capital improvements (the "Projects"). A portion of the Bond  
7 proceeds is expected to be identified as a local match for federal transportation grants. The  
8 Assembly of the Municipality hereby determines that the best interest of the residents and  
9 property owners within the Municipality require the Municipality to undertake the Projects  
10 at the time and in the order and in the manner deemed most necessary and advisable by the  
11 Municipality. The estimated cost of the Projects, including incidental costs and costs  
12 related to issuing and selling the Bonds as provided in this ordinance, is estimated to be  
13 ~~\$1,550,000~~ \$1,300,000.

14 The Projects are described in more detail in the attachment to the Assembly  
15 Memorandum accompanying this ordinance. The cost of all necessary planning,  
16 acquisition of property for, site preparation, construction, installing and equipping of the  
17 Projects, architectural, engineering, design, and other consulting services, inspection and  
18 testing, administrative expenses, costs of issuance of the Bonds (hereinafter defined) and  
19 other costs incurred in connection with the Projects shall be deemed to be costs of the  
20 approved Projects. The approved Projects may be completed with all necessary equipment  
21 and appurtenances.

1 The Municipality shall determine the application of available moneys as between  
2 the various Projects so as to accomplish, as nearly as may be, all of the Projects described  
3 or provided for in this section.

4 If the Municipality shall determine that it has become impractical to accomplish  
5 any portion of the approved Projects by reason of changed conditions or needs,  
6 incompatible development or costs substantially in excess of those estimated, the  
7 Municipality shall not be required to accomplish such portions and shall apply Bond  
8 proceeds as set forth in this section.

9 If the approved Projects have been completed in whole or in part, or their  
10 completion duly provided for, or their completion found to be impractical, the  
11 Municipality may apply Bond proceeds or any portion thereof to other Municipality public  
12 safety and transportation capital improvements at its sole discretion. Otherwise, the  
13 Municipality shall apply such remaining proceeds solely to payment of principal or interest  
14 on the Bonds, as provided in the Home Rule Charter. In the event that the proceeds of sale  
15 of the Bonds, plus any other monies of the Municipality legally available, are insufficient  
16 to accomplish the approved Projects, the Municipality shall use the available funds for  
17 paying the cost of those portions of the approved Projects deemed by the Municipality  
18 most necessary and in the best interest of the Municipality. No Bond proceeds shall be  
19 used for any purpose other than a capital improvement.

20 For the purpose of providing funds for the undertaking of the Projects, which are  
21 hereby found to be a public purpose and in the public interest, the Municipality hereby  
22 proposes to issue general obligation bonded indebtedness in an amount not to exceed One  
23 Million ~~Three~~Five Hundred Fifty--Thousand Dollars (~~\$1,550,000~~\$1,300,000) (the

1 “Bonds”).

2 **Section 2.** Details of Bonds. The Bonds shall be sold in such amounts and at such  
3 time or times as deemed necessary and advisable by the Assembly and as permitted by law  
4 and shall mature over a period of 20 years from date of issue. The Bonds shall be issued in  
5 an aggregate principal amount of not to exceed ~~\$1,550,000~~\$1,300,000. The Bonds shall  
6 bear interest to be fixed at the time of sale or sales thereof. The exact form, terms,  
7 conditions, contents, security, options of redemption, and such other matters relating to the  
8 issuance and sale of said Bonds as are deemed necessary and advisable by the Assembly  
9 shall be as hereinafter determined and/or delegated by ordinance and/or resolution of the  
10 Assembly.

11 The full faith and credit of the Municipality is pledged for the payment of the  
12 principal of and interest on the Bonds, and ad valorem taxes upon all taxable property in  
13 the Municipality shall be levied without limitation as to rate or amount to pay the principal  
14 and interest on the Bonds when due.

15 **Section 3.** Ballot Proposition. The Assembly hereby submits to the qualified electors  
16 of the Municipality the proposition of whether or not the Municipality should issue the  
17 Bonds for the purpose of financing the costs of the approved Projects at the regular  
18 municipal election to be held on April 7, 2009.

19 The Clerk shall prepare the ballot proposition to be submitted to the voters as  
20 provided by this ordinance and the Municipal Code and shall perform all necessary steps in  
21 accordance with law to place this proposition before the voters at the regular election. The  
22 proposition must receive an areawide majority vote of those in the Municipality voting on  
23 the question to be approved. The proposition shall be substantially in the following form:

PROPOSITION NO. \_\_\_\_\_

AREAWIDE PUBLIC SAFETY AND  
TRANSPORTATION CAPITAL IMPROVEMENT BONDS

For the purpose of providing public safety upgrades, including acquisition of ~~a new ambulance,~~ replacement cardiac monitors, bus stop improvements, replacement of paratransit and support vehicles, management information system upgrades, transit security and facilities improvements, bus capital maintenance and operating system improvements, and related capital improvements, shall Anchorage issue up to ~~\$1,550,000~~\$1,300,000 in principal amount of general obligation bonds ~~and increase the municipal tax cap by an amount not to exceed \$721,000 to pay annual operations and maintenance costs?~~ The proposed capital improvements would be located within Anchorage.

Voter approval of this bond proposition authorizes for each \$100,000 of assessed taxable property value (based on the estimated total 2009 areawide assessed valuation in Anchorage) (i) an annual increase in taxes of approximately ~~\$0.3441~~ to retire the proposed bonds, and (ii) ~~an annual increase in the Municipal Tax Cap (Charter 14.03(b)(2)) of approximately \$2.28 to pay for annual operations and maintenance costs related to the proposed capital improvements.~~

The debt shall be paid from real and personal property taxes levied and collected areawide within Anchorage. Anchorage will also pledge its full faith and credit for payment of the bonds.

(No. AO 2009-13)

**Section 4.** Submission of Question to Voters. The proposition, both for paper ballots and machine ballots, shall be printed on a ballot which may set forth other general obligation bond propositions, and the following words shall be added as appropriate and next to a square provided for marking the ballot or voting by a machine:

PROPOSITION NO. \_\_\_\_\_

BONDS, YES


BONDS, NO

1 **Section 5.** Effective Dates. Section 2 of this ordinance shall become effective only if  
2 the proposition described in Section 3 is approved by a majority of the qualified voters  
3 voting on the proposition at the regular election held on April 7, 2009. The remaining  
4 sections of this ordinance shall become effective upon passage and approval.

5 PASSED AND APPROVED by the Assembly of the Municipality of Anchorage, this 3<sup>rd</sup>  
6 day of February, 2009.

7  
8  
9  
10 By   
Chair of the Assembly

11 ATTEST:

12   
13  
14 Municipal Clerk

MUNICIPALITY OF ANCHORAGE

ORDINANCE No. AO 2009-13

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED ONE MILLION FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$1,550,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY AND TRANSPORTATION IMPROVEMENTS AND RELATED CAPITAL IMPROVEMENTS, AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 7, 2009.

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Prepared by

K&L PRESTON GATES ELLIS LLP

**MUNICIPALITY OF ANCHORAGE  
ORDINANCE No. AO 2009-13**

**TABLE OF CONTENTS\***

	<b>Page</b>
Section 1. Purpose .....	2
Section 2. Details of Bonds .....	4
Section 3. Ballot Proposition .....	4
Section 4. Submission of Question to Voters .....	5
Section 5. Effective Dates .....	6

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\* This Table of Contents and the cover page are for convenience of reference and are not intended to be a part of this ordinance.



**MUNICIPALITY OF ANCHORAGE**  
**Summary of Economic Effects - General Government**

AO Number: 2009-13 Title: AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED ONE MILLION FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$1,550,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY AND TRANSPORTATION IMPROVEMENTS AND RELATED CAPITAL IMPROVEMENTS, AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 7, 2009

Sponsor: Acting Mayor  
 Preparing Agency: Finance  
 Others Impacted: Public Safety and Transportation

**CHANGES IN EXPENDITURES AND REVENUES:** (Thousands of Dollars)

	FY09	FY10	FY11	FY12	FY13
Operating Expenditures					
1000 Personal Services	700	700	700	700	700
2000 Supplies	21	21	21	21	21
3000 Other Services					
4000 Debt Service	130	130	130	130	130
5000 Capital Outlay					
<b>TOTAL DIRECT COSTS:</b>	<b>851</b>	<b>851</b>	<b>851</b>	<b>851</b>	<b>851</b>

ADD: 6000 Charge from Others  
 LESS: 7000 Charge to Others

FUNCTION COST:

REVENUES:

CAPITAL:

POSITIONS: FT/PT and Temp.

**PUBLIC SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service of \$129,703 assumes bonds are sold as a package @ 5.50% interest, with bond repayments corresponding to the expected life of the assets financed of 5 to 20 years.

When projects are completed and fully functioning, increased annual operations and maintenance costs are estimated at \$721,000.

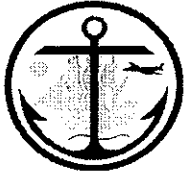
**PRIVATE SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service payments of approximately \$129,703 equate to an areawide estimated property tax increase of .0041 mills or \$0.41 per year on \$100,000 of assessed valuation for Public Safety and Transportation.

When fully operational, increased annual operations and maintenance costs are estimated at \$721,000 and equate to an estimated areawide property tax increase of .0228 mills or \$2.28 per year on \$100,000 of assessed valuation for Public Safety and Transportation.

The total private sector economic effect would therefore be the increase in the Municipal tax cap limitation related to the payment of debt service and operations and maintenance costs as shown above for a total of \$2.69 per \$100,000 of assessed valuation for Public Safety and Transportation.

SEE 2009 Public Safety Prop.doc



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

AM No. 51-2009

Meeting Date: January 20, 2009

1 **From:** Acting Mayor

2  
3 **Subject:** AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE  
4 QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF  
5 THE ISSUANCE OF NOT TO EXCEED ONE MILLION FIVE HUNDRED  
6 FIFTY THOUSAND DOLLARS (\$1,550,000) OF GENERAL OBLIGATION  
7 BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE  
8 COSTS OF PUBLIC SAFETY AND TRANSPORTATION  
9 IMPROVEMENTS AND RELATED CAPITAL IMPROVEMENTS, AND  
10 THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP  
11 LIMITATION TO PAY ASSOCIATED OPERATIONS AND  
12 MAINTENANCE COSTS AT THE ELECTION TO BE HELD IN THE  
13 MUNICIPALITY ON APRIL 7, 2009

14  
15 The attached ordinance will place a general obligation bond proposition for Public  
16 Safety and Transportation Improvements on the ballot for the regular Municipal election  
17 to be held on April 7, 2009.

18  
19 The administration recommends scheduling a public hearing for this bond ordinance on  
20 February 3, 2009.

21  
22 The 2009 Public Safety and Transportation bond will implement the priorities  
23 established in the recently approved 2009-2014 Capital Improvement Program. The  
24 bond focuses on public safety upgrades, including acquisition of ambulances and  
25 related medical equipment, and public transportation capital improvements, including  
26 vehicle purchases and transit facilities improvements.

27  
28 THE ADMINISTRATION RECOMMENDS THAT THE MUNICIPAL ASSEMBLY  
29 APPROVE THE PROPOSED ORDINANCE PLACING THE PUBLIC SAFETY AND  
30 TRANSPORTATION BOND PROPOSITION ON THE APRIL 7, 2009 BALLOT.

31  
32  
33 Prepared by: Sharon Weddleton, CFO  
34 Concurrence: Wanda Phillips, Office of Management & Budget  
35 Concurrence: James N. Reeves, Municipal Attorney  
36 Concurrence: Michael K. Abbott, Municipal Manger  
37 Respectfully submitted: Matt Claman, Acting Mayor

2009 General Obligation Bonds

CLERK OF COURTS  
 RECEIVED AND RECORDED  
 Date: 2-3-09

**Areawide Public Safety and Transportation (Fund 401)**

Projects	(\$000s)				
	G.O. Bonds	State	Other	Total	O&M
<b>Emergency Medical Services</b>					
Replacement of Lifepack 12 Cardiac Monitors	700	0	0	700	0.0
Sand Lake Ambulance	<del>250</del> $\phi$	0	0	<del>250</del>	<del>721.0</del> $\phi$
<b>Public Transportation</b>					
Local Match to Federal Transportation grants	600	0	2,600	3,200	0.0
<b>Anchorage Areawide (Fund 401) Total</b>	<del>\$1,550</del> 1,300	0	\$ 2,600	<del>\$ 4,150</del> 3,900	<del>721.0</del> $\phi$

**Content ID:** 007307**Type:** Ordinance - AO

**Title:** An Ordinance Providing for the submission to the Qualified Voters, the Question of the Issuance of NTE \$1,550,000 of G.O. Bonds to Pay the Costs of Public Safety and Transportation Improvements, and the Question of an Increase in the Municipal Tax Cap Limitation, Finance

**Author:** maglaquijp**Initiating Dept:** Finance**Keywords:** \$1,550,000, General Obligation Bonds, Public Safety, Transportation, April 7, Election, Tax Cap, Voters**Date Prepared:** 1/15/09 5:13 PM**Director Name:** Sharon Weddleton**Assembly Meeting Date:** 1/20/09**Public Hearing Date:** 2/3/09

<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	1/16/09 11:59 AM	Exit	Joy Maglaqui	Public	007307
MuniMgrCoord_SubWorkflow	1/16/09 11:59 AM	Approve	Joy Maglaqui	Public	007307
MuniManager_SubWorkflow	1/16/09 11:59 AM	Approve	Joy Maglaqui	Public	007307
MuniManager_SubWorkflow	1/16/09 11:12 AM	Checkin	Joy Maglaqui	Public	007307
Legal_SubWorkflow	1/16/09 10:56 AM	Approve	Rhonda Westover	Public	007307
OMB_SubWorkflow	1/16/09 10:48 AM	Approve	Wanda Phillips	Public	007307
Finance_SubWorkflow	1/15/09 5:24 PM	Approve	Sharon Weddleton	Public	007307
AllOrdinanceWorkflow	1/15/09 5:19 PM	Checkin	Nina Pruitt	Public	007307

*Ad den den*

CONSENT AGENDA - INTRODUCTION