

Requested by: Chair of the Assembly at the  
Request of the Mayor  
Prepared by: Cynthia M. Weed, Bond  
Counsel  
K&L GATES LLP  
For Reading: February 1, 2011

CLERK'S OFFICE

**APPROVED**

Date: 2-1-11

**MUNICIPALITY OF ANCHORAGE  
ORDINANCE No. 2011-14(S)**

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY FACILITIES (POLICE) AND RELATED CAPITAL IMPROVEMENTS AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS IN THE ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 5, 2011.

**WHEREAS**, the best interest of the citizens and property owners in the Anchorage Metropolitan Police Service Area serving the Municipality of Anchorage, Alaska (the "Municipality") require the Municipality to acquire, improve, expand and equip a dispatch/computer room at the Anchorage Police Department Headquarters (the "Project"); and

**WHEREAS**, in order to provide financing for the acquisition, improvement, expansion and equipping of such Project, it is deemed necessary and advisable that the Municipality issue and sell its general obligation bonds in the principal amount of not to exceed \$250,000 (the "Bonds"); now, therefore,

**THE ANCHORAGE ASSEMBLY ORDAINS:**

**Section 1. Purpose.** The Assembly of the Municipality hereby determines that the best interest of the residents and property owners within the Anchorage Metropolitan Police Service Area require the Municipality to acquire, improve, expand and equip the Project at the time and in the order and in the manner deemed most necessary and advisable by the Municipality. The estimated cost of the Project, including incidental costs and costs related to issuing and selling the Bonds as provided in this ordinance, is estimated to be \$250,000.

The Project is described in more detail in the attachment to the Assembly Memorandum accompanying this ordinance. The cost of all necessary consulting services, inspection and testing, administrative expenses, and costs of issuance of the Bonds (hereinafter defined) and other costs incurred in connection with the

1 acquisition, improvement, expansion, and equipping of the Project shall be  
2 deemed to be costs of the approved Project.

3  
4 The Assembly shall determine the application of available moneys for the  
5 Project so as to acquire, improve, expand and equip, as nearly as may be, all of  
6 the Project described or provided for in this section.

7  
8 If the Assembly shall determine that it has become impractical to acquire,  
9 improve, expand and equip any portion of the approved Project by reason of  
10 changed conditions or needs, or costs substantially in excess of those estimated,  
11 the Assembly shall not be required to accomplish such portions and shall apply  
12 Bond proceeds as set forth in this section.

13  
14 If the Project has been acquired, improved, expanded and equipped and  
15 duly provided for, or found to be impractical, the Assembly may apply Bond  
16 proceeds or any portion thereof to other Municipality police service capital  
17 improvements at its sole discretion. Otherwise, the Municipality shall apply such  
18 remaining proceeds solely to payment of principal or interest on the Bonds, as  
19 provided in the Home Rule Charter. In the event that the proceeds of sale of the  
20 Bonds, plus any other monies of the Municipality legally available, are insufficient  
21 to acquire, improve, expand and equip the approved Project, the Assembly shall  
22 use the available funds for paying the cost of those portions of the approved  
23 Project deemed by the Municipality most necessary and in the best interest of the  
24 Municipality. No Bond proceeds shall be used for any purpose other than a capital  
25 improvement.

26  
27 For the purpose of providing funds for the acquisition, improvement,  
28 expansion and equipping of the Project, which are hereby found to be a public  
29 purpose and in the public interest, the Municipality hereby proposes to issue  
30 general obligation bonded indebtedness in an amount not to exceed Two Hundred  
31 Fifty Thousand Dollars (\$250,000) (the "Bonds").

32  
33 **Section 2.** **Details of Bonds.** The Bonds shall be sold in such amounts and at  
34 such time or times as deemed necessary and advisable by the Assembly and as  
35 permitted by law and shall mature over a period of 20 years from date of issue.  
36 The Bonds shall be issued in an aggregate principal amount of not to exceed  
37 \$250,000. The Bonds shall bear interest to be fixed at the time of sale or sales  
38 thereof. The exact form, terms, conditions, contents, security, options of  
39 redemption, and such other matters relating to the issuance and sale of said  
40 Bonds as are deemed necessary and advisable by the Assembly shall be as  
41 hereinafter determined and/or delegated by ordinance and/or resolution of the  
42 Assembly.

43  
44 The full faith and credit of the Municipality is pledged for the payment of the  
45 principal of and interest on the Bonds, and ad valorem taxes upon all taxable  
46 property in the Municipality shall be levied without limitation as to rate or amount to

1 pay the principal and interest on the Bonds when due. The principal of and  
2 interest on the Bonds are to be paid first from ad valorem taxes levied and  
3 collected within the Anchorage Metropolitan Police Service Area.  
4

5 **Section 3. Ballot Proposition.** The Assembly hereby submits to the qualified  
6 electors of the Municipality the proposition of whether or not the Municipality  
7 should issue the Bonds for the purpose of financing the costs of the approved  
8 Project at the regular municipal election to be held on April 5, 2011.  
9

10 The Clerk shall prepare the ballot proposition to be submitted to the voters  
11 as provided by this ordinance and the Municipal Code and shall perform all  
12 necessary steps in accordance with law to place this proposition before the voters  
13 at the regular election. The proposition must receive a majority vote of those in  
14 the Municipality voting, both in the Anchorage Metropolitan Police Service Area  
15 and areawide, on the question to be approved. The proposition shall be  
16 substantially in the following form:  
17

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

19  
20 **ANCHORAGE METROPOLITAN POLICE SERVICE AREA FACILITIES BONDS**

21  
22 For the purpose of providing improvements to public  
23 safety facilities and related police protection capital  
24 improvements in the Anchorage Metropolitan Police  
25 Service Area as provided in Ordinance  
26 No. AO 2011-14(S), shall Anchorage borrow money  
27 and issue up to \$250,000 in principal amount of  
28 general obligation bonds **with no increase in the**  
29 **municipal tax cap required** [~~and increase the~~  
30 ~~municipal tax cap by an annual amount not to exceed~~  
31 ~~\$2,000]~~ to pay the associated annual operations and  
32 maintenance costs?  
33

34 Voter approval of this bond proposition authorizes for  
35 each \$100,000 of assessed taxable property value  
36 (based on the estimated 2011 assessed valuation in  
37 the Anchorage Metropolitan Police Service Area): **an**  
38 **annual increase in taxes of approximately \$.06 to**  
39 **retire the proposed bonds** [(i) ~~an annual increase in~~  
40 ~~taxes of approximately \$.06 to retire the proposed~~  
41 ~~bonds, and (ii) an annual increase in the Municipal Tax~~  
42 ~~Cap (Charter 14.03(b)(2)) of approximately \$.01 to pay~~  
43 ~~for annual operations and maintenance costs related to~~  
44 ~~the proposed capital improvements].  
45~~

1 The debt shall be paid from real and personal property  
2 taxes levied and collected within the Anchorage  
3 Metropolitan Police Service Area. Anchorage will also  
4 pledge its full faith and credit for payment of the bonds.  
5

6 (No. AO 2011-14(S))  
7

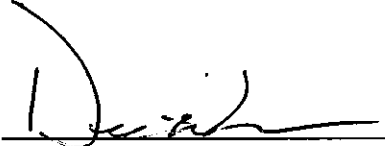
8 **Section 4. Submission of Question to Voters.** The proposition, both for paper  
9 ballots and machine ballots, shall be printed on a ballot which may set forth other  
10 general obligation bond propositions, and the following words shall be added as  
11 appropriate and next to a square provided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

13 PROPOSITION NO. \_\_\_\_\_ BONDS, YES

14 BONDS, NO

15 **Section 5. Effective Dates.** Section 2 of this ordinance shall become effective  
16 only if the proposition described in Section 3 is approved by a majority of the  
17 qualified voters voting on the proposition at the regular election held on April 5,  
18 2011. The remaining sections of this ordinance shall become effective upon  
19 passage and approval.  
20

21 PASSED AND APPROVED by the Assembly of the Municipality of Anchorage, this  
22 1<sup>st</sup> day of February, 2011.

23  
24  
25 By  \_\_\_\_\_  
26 Chair of the Assembly

27 ATTEST:

28   
29 \_\_\_\_\_  
30 Municipal Clerk  
31

MUNICIPALITY OF ANCHORAGE

ORDINANCE No. 2011-14(S)

AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY FACILITIES (POLICE) AND RELATED CAPITAL IMPROVEMENTS AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS IN THE ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 5, 2011.

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Prepared by

K&L GATES LLP

**MUNICIPALITY OF ANCHORAGE  
ORDINANCE No. 2011-14(S)**

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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**  
**REVISED: Summary of Economic Effects - General Government**

AO Number: 2011-14(S) Title: AN ORDINANCE PROVIDING FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE QUESTION OF THE ISSUANCE OF NOT TO EXCEED TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) OF GENERAL OBLIGATION BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE COSTS OF PUBLIC SAFETY FACILITIES (POLICE) AND RELATED CAPITAL IMPROVEMENTS AND THE QUESTION OF AN INCREASE IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED OPERATIONS AND MAINTENANCE COSTS IN THE ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE HELD IN THE MUNICIPALITY ON APRIL 5, 2011.

Sponsor: Mayor  
Preparing Agency: Finance  
Others Impacted: Anchorage Police Department

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

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	FY11	FY12	FY13	FY14	FY15
Operating Expenditures					
1000 Personal Services					
2000 Supplies					
3000 Other Services					
4000 Debt Service		20	20	20	20
5000 Capital Outlay					
<b>TOTAL DIRECT COSTS:</b>		<b>20</b>	<b>20</b>	<b>20</b>	<b>20</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 \$20,061 assumes bonds are sold as a package @ 5.0% interest, with bond repayments corresponding to the expected life of the assets financed up to 20 years.

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**PRIVATE SECTOR ECONOMIC EFFECTS:**

Estimated annual debt service payments of approximately \$20,061 equate to an estimated property tax increase of 0.0006 mills or \$0.06 per year on \$100,000 of assessed valuation in the Anchorage Metropolitan Police Service Area.



# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

AM No. 57-2011(A)

Meeting Date: February 1, 2011

1 **From: MAYOR**

2  
3 **Subject: AO 2011-14 (S): AN ORDINANCE PROVIDING FOR THE SUBMISSION**  
4 **TO THE QUALIFIED VOTERS OF ANCHORAGE, ALASKA, THE**  
5 **QUESTION OF THE ISSUANCE OF NOT TO EXCEED TWO HUNDRED**  
6 **FIFTY THOUSAND DOLLARS (\$250,000) OF GENERAL OBLIGATION**  
7 **BONDS OF THE MUNICIPALITY OF ANCHORAGE TO PAY THE**  
8 **COSTS OF PUBLIC SAFETY FACILITIES (POLICE) AND RELATED**  
9 **CAPITAL IMPROVEMENTS AND THE QUESTION OF AN INCREASE**  
10 **IN THE MUNICIPAL TAX CAP LIMITATION TO PAY ASSOCIATED**  
11 **OPERATIONS AND MAINTENANCE COSTS IN THE ANCHORAGE**  
12 **METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO BE**  
13 **HELD IN THE MUNICIPALITY ON APRIL 5, 2011.**

14  
15 AO 2011-14(S) ordinance places a general obligation bond proposition for the  
16 Anchorage Metropolitan Police Service Area on the ballot for the regular Municipal  
17 election to be held on April 5, 2011. The Anchorage Metropolitan Police Service Area  
18 bond implements the priorities established in the recently approved 2011-2016 Capital  
19 Improvement Program. The bond provides funds for the purpose of paying the costs of  
20 facility renovations and expansion and related capital improvements in the Anchorage  
21 Metropolitan Police Service Area. See 2011 Bond Project List, attached as **Exhibit A** to  
22 AO 2011-14(S).

23  
24 **THE ADMINISTRATION RECOMMENDS APPROVAL OF AO 2011-14(S), AN**  
25 **ORDINANCE PROVIDING FOR SUBMISSION TO QUALIFIED VOTERS OF**  
26 **ANCHORAGE, ALASKA, THE QUESTION OF ISSUANCE OF NOT TO EXCEED**  
27 **\$250,000 OF G.O. BONDS OF THE MOA TO PAY COSTS OF PUBLIC SAFETY**  
28 **FACILITIES (POLICE) & RELATED CAPITAL IMPROVEMENTS IN THE**  
29 **ANCHORAGE METROPOLITAN POLICE SERVICE AREA AT THE ELECTION TO**  
30 **BE HELD IN THE MUNICIPALITY ON APRIL 5, 2011.**

31  
32 Prepared by: Lucinda Mahoney, CFO  
33 Concurrence: Cheryl Frasca, Director, Office of Management & Budget  
34 Concurrence: Dennis A. Wheeler, Municipal Attorney  
35 Concurrence: George J. Vakalis, Municipal Manager  
36 Respectfully submitted: Daniel A. Sullivan, Mayor

37 AM 2011 Police Prop.doc



# Exhibit A to AO 2011-14 (S)

Anchorage Police Service Area  
2011 Bond Project List  
(000)'s

<u>Project Name</u>	<u>Bond Amount</u>	<u>Total O&amp;M</u>
APD HEADQUARTERS DISPATCH/COMPUTER ROOM TEMPERATURE STABILIZER	250	-
<b>Total \$</b>	<b>250</b>	<b>-</b>

Estimated Debt Service Cost  
Annual Cost - \$20,081  
Annual Cost per \$100k Assessed Value - \$.08

**Content ID:** 009836**Type:** Ordinance - AO

An Ordinance to the Qualified Voters the Question of the Issuance of NTE

**Title:** \$250,000 of GO Bonds of the MOA to Pay the Costs of Public Safety Facilities (Police) and Related Capital Improvements**Author:** maglaquij**Initiating Dept:** Finance**Keywords:** Police Bonds, \$250,000 Capital Improvements, Public Safety, Police**Date Prepared:** 1/28/11 1:33 PM**Director Name:** Lucinda Mahoney**Assembly Meeting Date:** 2/1/11**Public Hearing Date:** 2/1/11

<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	1/28/11 2:50 PM	Exit	Joy Maglaqui	Public	009836
MuniManager_SubWorkflow	1/28/11 2:50 PM	Approve	Joy Maglaqui	Public	009836
MuniManager_SubWorkflow	1/28/11 2:50 PM	Checkin	Joy Maglaqui	Public	009836
Legal_SubWorkflow	1/28/11 2:45 PM	Approve	Rhonda Westover	Public	009836
OMB_SubWorkflow	1/28/11 2:08 PM	Approve	Cheryl Frasca	Public	009836
Finance_SubWorkflow	1/28/11 1:50 PM	Approve	David Ryan	Public	009836
AllOrdinanceWorkflow	1/28/11 1:36 PM	Checkin	Nina Pruitt	Public	009836