

*Postponed indefinitely*  
*3/8/11*

**ANCHORAGE, ALASKA**  
**AO No. 2011-32**

1 **AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION**  
2 **12.25.040 TO CLARIFY EACH YEAR'S "BASE AMOUNT" IN THE CALCULATION**  
3 **OF THE TAX INCREASE LIMITATION (TAX CAP).**  
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6 WHEREAS, Anchorage Municipal Charter subsection 14.03(a) provides "the total  
7 amount of municipal tax that can be levied during a fiscal year shall not exceed the  
8 total amount approved by the assembly for the preceding year";  
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10 WHEREAS, "the total amount approved by the assembly" has not always equaled the  
11 amount to be collected, but has instead sometimes been the maximum allowed (at  
12 the tax cap) or an amount calculated prior to the application of a credit or a line item  
13 veto; and  
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15 WHEREAS, the amount to be collected should be the base for the next year, after  
16 consideration of any applied credits or vetoes; now therefore,  
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18 **THE ANCHORAGE ASSEMBLY ORDAINS:**  
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20 **Section 1.** Anchorage Municipal Code section 12.25.040 is hereby amended to  
21 read as follows:  
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23 **12.25.040 Computation of maximum attainable tax revenue amount.**  
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25 The estimate of maximum attainable tax revenue (next year revenue available)  
26 is computed for the next fiscal year according to the following procedures:  
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28 A. Define the tax increase escalation amount, (L):  
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30  $L = (T - d - e) \times (1 + C + P)$  where:  
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32 1. L is the allowable tax increase due to population and inflation growth  
33 factors.  
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35 2. T is the total amount of:  
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37 a. real property and personal property taxes to be collected for the  
38 prior fiscal year,

39 b. municipal payments in-lieu of taxes paid or to be paid by any  
40 Municipality of Anchorage utility, department, agency, public  
41 corporation or authority[,] (MPILT),

42 c. auto fees, and

43 d. state and federal payments in lieu of taxes levied in the current  
44 fiscal year in current-year dollars.

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**Section 2.** Section 1 of this ordinance shall become effective immediately upon passage and approval. The code change in section 1 does not apply in determining the base for 2011, but shall be used to determine the base for fiscal year 2012.

PASSED AND APPROVED by the Anchorage Assembly this \_\_\_\_\_ day of \_\_\_\_\_, 2011.

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

ATTEST:

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