



CITY OF WASILLA

290 E. HERNING AVE.
WASILLA, ALASKA 99654-7091
PHONE: (907) 373-9050
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Non-Code Ordinance
Requested by: Sarah Palin, Mayor
Prepared by: Preston Gates & Ellis LLP
Introduction Date: 07/28/97
Public Hearing Date: 08/11/97

ORDINANCE SERIAL NO. 97-48

AN ORDINANCE AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS IN AN AMOUNT NOT TO EXCEED \$5,500,000 TO FINANCE THE COST, IN WHOLE OR IN PART, OF PLANNING, DESIGNING, ACQUIRING AND IMPROVING STREETS AND STREET RELATED IMPROVEMENTS IN THE CITY OF WASILLA, ALASKA, TOGETHER WITH ALL NECESSARY APPURTENANCES, EQUIPMENT AND FACILITIES IN CONNECTION THEREWITH; PROVIDING FOR THE SUBMISSION TO THE VOTERS OF THE CITY OF A PROPOSITION APPROVING THIS ORDINANCE AND RATIFYING THE AUTHORIZATION OF SAID BONDS; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the goal of the City of Wasilla is to provide residents with necessary and deserved road improvements to allow for a safe, healthy community; and

WHEREAS, the City of Wasilla has discussed necessary road projects for many years and is now in the position to aggressively pursue improving and paving its local city streets; and

WHEREAS, the City of Wasilla sales tax was adopted by voters with the understanding that roads could be improved; and

WHEREAS, the City of Wasilla is able to bond for a roads improvement program that would allow improving and paving significant collectors and mini-collectors, such as all or part of Spruce Avenue, Mystery Avenue, Swanson Avenue, Lucille Street, Weber Drive, and other streets as shown on Attachment "A," and

WHEREAS, improving core area streets would necessitate the inclusion of storm drainage upgrades and the opportunity presently exists for a joint storm drainage project with the State of Alaska's Parks Highway upgrade; and

WHEREAS, the Wasilla City Council desires to place before the voters the question of bonding for a street improvement program for street paving and related street improvements.

NOW, THEREFORE, BE IT ORDAINED AND ENACTED by the City of Wasilla as follows:

Section 1. Classification. This ordinance is not of a permanent and general nature and shall not be codified.

Section 2. Authorization. There is hereby authorized to be issued general obligation bonds of the City of Wasilla, Alaska (the "City"), in an amount not to exceed Five Million Five Hundred Thousand Dollars (\$5,500,000) for the purpose of paying the cost, in whole or in part, of the planning, designing, acquiring, and improvement of streets and street related improvements of the City, together with all necessary appurtenances, equipment and facilities in connection therewith. The full faith, credit and resources of the City shall be pledged to the payment of the principal of and interest on such bonds when issued and, if payment of said principal and interest is not made from legally available revenues, ad valorem taxes upon all the taxable property in the City shall be levied without limitation as to rate or amount to pay the principal of and interest on said bonds when due.

Section 3. Election and Propositions. At the regular municipal election to be held in October 1997, there shall be submitted to the qualified voters of the City the proposition approving this ordinance and ratifying the authorization of the bonds authorized in Section 2 of this ordinance. The City Clerk is hereby authorized and directed to do all things necessary to conduct said election. The proposition to be submitted shall be in substantially the following form:

PROPOSITION 1

**STREET IMPROVEMENT BONDS
\$5,500,000**

Shall Ordinance Serial No. 97-48 be approved and shall the City of Wasilla issue General Obligation Bonds in an amount not to exceed Five Million Five Hundred Thousand Dollars (\$5,500,000) for the purpose of providing funds for street paving and other street improvements? The Bonds will be repaid from the General Fund of the City.

BONDS

YES

NO

Section 4. Appropriation. In the event the issuance of bonds is ratified at said election, so much of the total authorization as shall be necessary is hereby appropriated from the general and other special funds of the City to carry out the provisions of this ordinance and to pay all expenses incident to the issuance and sale of bonds authorized herein, including costs of the project planning and design for the project authorized to be constructed from the proceeds of the bonds. The amounts appropriated under this section are appropriated from funds that are not allocated or dedicated to the projects authorized under this ordinance and the amounts expended

under the appropriation made in this section shall be reimbursed to those funds from the proceeds of the sale of the bonds or notes authorized by this ordinance.

Section 5 Capital Projects Fund. In the event the issuance of bonds is ratified at said election, a special fund of the City to be known as the "Street Improvement Fund" shall be created into which shall be paid the proceeds of the bonds described in Section 2 of this ordinance, the proceeds of bond anticipation notes described in Section 7 of this ordinance, and the earnings from the investment of the proceeds of the bonds and notes, except accrued interest which shall be deposited in the Debt Service Fund hereinafter created. There is hereby appropriated from the Street Improvement Fund the total amount of the proceeds and the earnings from the investment of said bonds and notes.

Section 6. Debt Service Fund. In the event the issuance of bonds is ratified at said election, a special fund of the City to be known as the "Debt Service Fund" shall be created into which there shall be deposited such amounts of money as may be necessary to pay the principal and interest, when due, on the outstanding bonds of the issues described in Section 2 of this ordinance, and which Fund shall be used for the sole purpose of paying principal of and interest on the bonds as the same become due; the council may, by ordinance or resolution make other provisions for the deposit into and the payment from funds for the payment of principal and interest on bonds of the issues described in Section 2 of this ordinance.

Section 7. Bond Anticipation Notes. In the event the issuance of bonds is ratified at said election, the City is hereby authorized to borrow money in anticipation of the sale of said bonds and to issue bond anticipation notes in accordance with the provisions of the Alaska Statutes. The amount of such notes to be issued from time to time and the time of their issuance, the form, and other details of the notes and provisions for the sale thereof shall be fixed by the Council by ordinance or resolution; provided, the determination of such details and provisions and the authority to issue such notes may be delegated in whole or in part by the City Council by ordinance or resolution to one or more city administrative officers or employees.

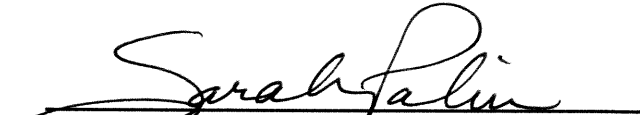
Section 8. Issuance of Bonds. In the event the issuance of bonds is approved by a majority of the qualified voters of the City voting thereon, the City may, in its discretion, issue said bonds and by ordinance or resolution may determine and prescribe the terms, form, and content of said bonds, the manner of sale thereof, and such other matters as are related to the form, issuance and sale of said bonds; provided, the City Council may delegate in whole or in part by ordinance or resolution to one or more City administrative officers or employees the authority to determine such matters and to issue the bonds.

Section 9 Capital Improvements Authorized. The City Council hereby approves the street improvement program set out in Attachment "A" to the ordinance; provided, the City may add, or delete projects and may modify projects listed on


Attachment A and the proceeds of the bonds authorized by this ordinance may be used to fund costs of the added or modified projects.

Section 10. Effective Date. This ordinance becomes effective upon passage by the Wasilla City Council.

ADOPTED by the Council of the City of Wasilla this 11th day of August, 1997.


SARAH H. PALIN, Mayor

ATTEST:


MARJORIE D. HARRIS, CMC
City Clerk

City of Wasilla

290 E. Herring Ave.
Wasilla, AK 99654-7091
907-373-9066 fax 907-373-9085

LOAN DATA

Lender Name Mr. Bondholder

Basic Loan Information

Amount \$5,500,000.00
Beginning of Loan 7/1/99

Annual Interest Rate 6.00%
Length of Loan, Years 30
Payments Per Year 1

Payment Information

Total Payments 30

Calculated Payment \$399,569.01
Entered Payment

Summary Information

Total Paid (\$11,987,070.40)

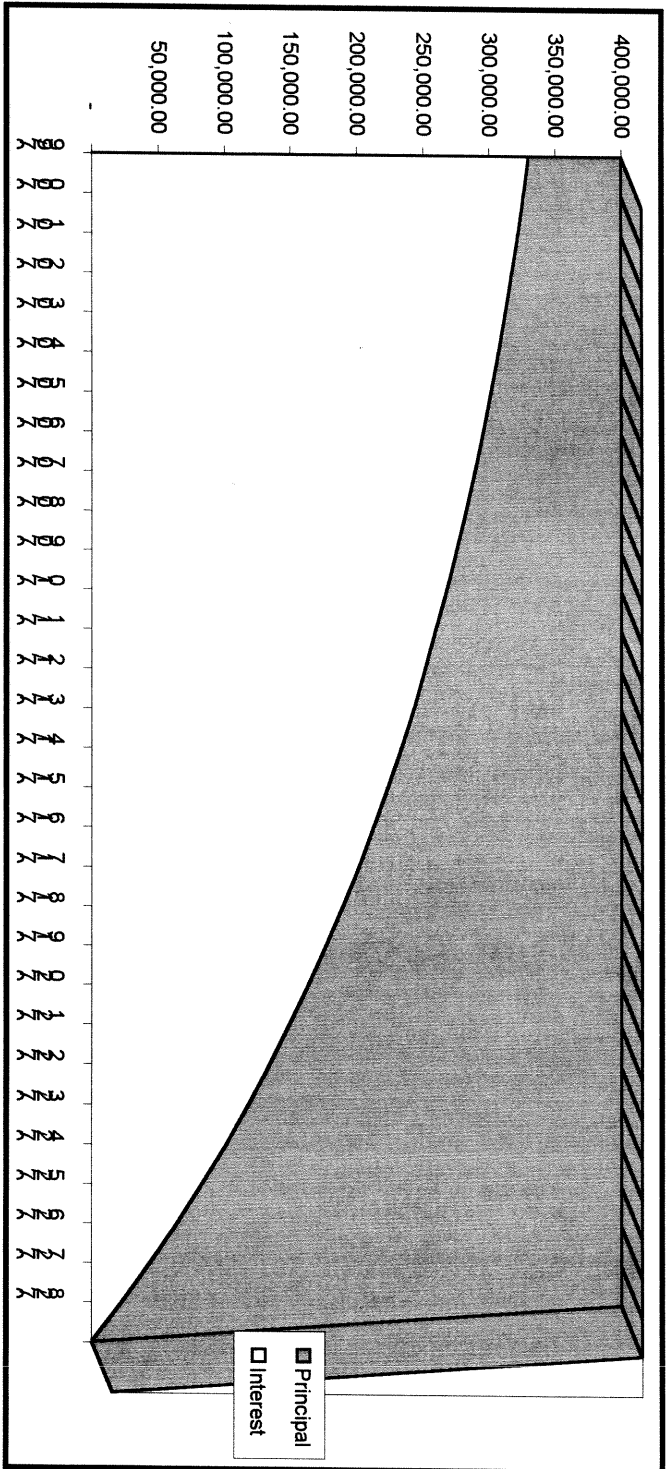
Interest Paid (\$6,487,070.40)

The Mayor's intent is to use a reasonable amount of the money being transferred from the general fund to the CIP funds to make the Bond payments.

City of Wasilla

290 E. Herring Ave.
Wasilla, Ak. 99654-7091
907-373-9066 fax 907-373-9085

SUMMARY GRAPH



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ATTACHMENT "A"

NEW ROADS

WEBER DRIVE EXT
MYSTERY AVE.

PROJECT DESCRIPTION

PARKS TO NELSON AVE.
LUCUS TO CHURCH

COST

\$220,000
\$800,000
\$1,020,000

RECONSTRUCT ROADS

SWANSON AVE.
SPRUCE AVE.
LUCILLE ST.

CRUSEY TO PARKS
FISHOOK TO CHURCH
PARKS TO SPRUCE

\$750,000
\$1,500,000
\$250,000
\$2,500,000

LID FUNDING

EAST SUSITNA
DANA AVE
NELSON AVE.

KNIK RD TO WASILLA ST.
LUCILLE TO FISHOOK
LUCILLE TO FISHOOK
UNALLOCATED

\$326,670
\$500,000
\$750,000
\$423,330

\$2,000,000

GRAND TOTAL

\$5,520,000