

#### OFFICE OF THE MUNICIPAL CLERK/ ELECTION OFFICIAL

155 S. Seward St., Room 202 Phone: (907)586-5278 Fax: (907)586-4552 eMail: Laurie Sica@ci.juneau.ak.us

October 12, 2010

#### CANVASS OF REGULAR MUNICIPAL ELECTION Held October 5, 2010, Juneau, Alaska

In accordance with CBJ 29.07.290, the undersigned Election Official of the City and Borough of Juneau canvassed the results of the Regular Municipal Election held in Juneau, Alaska on October 5, 2010. The following are the official results of that election:

Assemblymember District 1	Assemblymember Areawide			
Mary Becker	6275	Johan Dybdahl	5797	
Write-in	251	Write-In	318	
Assemblymember District 2	2	School Board		
Karen R. Crane	3069	Barbara Thurston	4653	
Greg R.Brown	2767	Kim Poole	4599	
Christopher G. Nelson	1036	Ivan Nance	2024	
Write-in	106	Write-in	228	

#### Proposition 1:

For the purpose of physically and programmatically upgrading Auke Bay Elementary School, shall the City and Borough of Juneau, Alaska, issue and sell its general obligation bonds, maturing within 10 years of their date of issue, in the aggregate principal amount of not to exceed \$18,700,000?

Yes 6597 No 2360

#### Proposition 2:

Shall the City and Borough of Juneau, Alaska, levy and collect according to the sales tax code a temporary 1% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective October 1, 2013, for a period of ten years, until September 30, 2023, in addition to the 1% permanent areawide sales tax and the existing 3% temporary areawide sales tax.

Yes 2974 No 6040

#### **Proposition 3:**

Shall there be a Charter Commission to review or amend the Charter?

Yes 2747 No 5820

I hereby certify that the foregoing results are the true and final results of the October 5, 2010

Regular Municipal Election, held in Juneau, Alaska.

Laurie J. Sica Municipal Clerk and Election Official City and Borough of Juneau

\*SEE PAGE 3 FOR ELECTION STATISTICS\*

#### **Election Statistics:**

Total registered voters in the City and Borough of Juneau was 23,593. 9,087 ballots, including absentee and accepted questioned ballots, were cast in the election. Voter turnout was 38.5%. Ballots were cast in the following manner:

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#### Precinct Ballots Cast:

Precinct Number	Precinct Name	<b>Precinct Location</b>	<b>Ballots Cast</b>
03 300	Douglas	Douglas Library	530
03 310	Juneau No. 1	Juneau Arts and Culture Center	190
03 320	Juneau No. 2	Holy Trinity Episcopal Church	366
03 330	Juneau No. 3	Juneau Senior Center	508
03 340	Juneau No. 4	Cedar Park	444
03 350	Juneau Airport	Nugget Mall	370
03 360	Lemon Creek	AEL&P	302
03 370	North Douglas	Juneau Fire Station	505
03 380	Salmon Creek	Tlingit & Haida Community Council Building	307
03 390	Switzer Creek	Gruening Park Recreation Center	160
04 410	Mendenhall Valley No. 1	Mendenhall Mall	488
04 420	Mendenhall Valley No. 2	Aldersgate Methodist Church	600
04 430	Mendenhall Valley No. 3	Glacier Valley Baptist Church	631
04 440	Mendenhall Valley No. 4	Shepherd of the Valley Lutheran Church	766
04 450	Auke Bay - Fritz Cove	Auke Bay Fire Station	637
04 460	Lynn Canal	Auke Bay Ferry Terminal	500

## October 5, 2010 City Borough of Juneau, Alaska Regular Municipal Election Official Results

			3-300	3-310	3-320	3-330	3-340	3-350	3-360	3-370	3-380	3-390	4-410	4-420	4-430	4-440	4-450	4-460		
16	Precincts Reporting	Total	Douglas	Jnu 1	Jnu 2	Jnu3	Jnu 4	Jnu Airport	Lemon Creek	N Douglas	Salmon Creek	Switzer Creek	MV 1	MV2	MV 3	MV 4	Auke - Fritz	Lynn Canal	Absentee	Questioned
			3-300	3-310	3-320	3-330	3-340	3-350	3-360	3-370	3-380	3-390	4-410	4-420	4-430	4-440	4-450	4-460	ABS	QUES
Camanal	Voter Turnout	38.5%	31.9%	22.4%	37.9%	36.2%	32.5%	29.1%	26.7%	37.8%	32.9%	18.6%	23.6%	27.0%	31.3%	30.7%	34.1%	43.6%	n/a	n/a
General Stats	Reg. Voters	23593	1659	847	965	1405	1365	1270	1133	1335	934	861	2069	2226	2013	2495	1870	1146	n/a	n/a
Stats	Ballots Cast	9087	530	190	366	508	444	370	302	505	307	160	488	600	631	766	637	500	1354	429
	Barbara Thurston	4653	275	93	219	314	213	184	165	256	192	81	281	300	329	388	319	250	615	179
School	Ivan Nance	2024	101	29	45	88	106	88	67	92	65	40	137	151	183	186	145	120	286	95
Board	Kim Poole	4599	286	91		262	224	195	155	256	169	79		295		380	309	234	700	
	Write In	228	13	10	11	14	10	14	7	15	1	3	19	9	26	20	10	9	26	
Area Wide	Johan Dybdahl	5797	344	102	160	283	303	244	222	305	188	129	343	431	432		405	293	829	
Area Wide	Write In	318	11	15		35	9	13	6	21	8	3	13	10			20	17	54	17
District 1	Mary Becker	6275	376	119	216	317	314	266	232	347	223	129	357	447	432	535	432	329	923	
District 1	Write In	251	16	8	13	27	10		4	12		5	11	13			14	12	42	13
	Chris Nelson	1036	54	8	13	33	59	55	36	59		19		99			69	50	151	40
District 2	Karen Crane	3069	189	79	190	255	158	103	95	164	119	56	162	181	195		192	164	439	
21311131 2	Greg Brown	2767	159	59	86	132	121	127	108	163	87	57	151	192			220	169	349	
	Write In	106	7	4	6	5	7	7	5	6	2	3	8	2	6	11	3	4	8	12
Prop 1	Yes	6597	392	139	300	401	339	268	209	373	223	96		426		548	504	377	934	319
School	No	2360	129			101	99		90	123	*	59		166	1		123	118	405	
Prop 2	Yes	2974	158	50	57	99	190	114	110	240	_	62	179	207	220		200	151	407	156
SalesTax	No	6040	368	138	306	403	253	254	188	261	204	97	306	390	407	489	432	347	935	
Prop 3	Yes	2747	160	69	100	110	143		112	142	82	67	173	188		240	171	127	389	
Charter	No	5820	349	105	240	370	273	235	173	326	210	86	292	380	394	482	429	342	900	234

#### **NOTICE OF REGULAR MUNICIPAL ELECTION - OCTOBER 5, 2010**

Notice is hereby given that the Regular Municipal Election will be held in the City & Borough of Juneau, Alaska on **Tuesday**, **October 5**, **2010**. Polling places are shown below. Registered voters of the State of Alaska who reside within the City and Borough of Juneau are eligible to vote in this election. Voters should be prepared to display identification at the polling place when voting.

#### The purpose of the election is:

- 1. To elect from candidates residing in Election District No. 1, one Assemblymember for a term of three years;
- 2. To elect from candidates residing in Election District No. 2, one Assemblymember for a term of three years;
- 3. To elect from candidates residing in the entire City and Borough of Juneau, one Areawide Assemblymember for a term of three years;
- 4. To elect from candidates residing in the entire City and Borough of Juneau, two members of the Board of Education (School Board) for terms of three years each; and
- 5. To vote on the following areawide propositions:

### PROPOSITION NO. 1 GENERAL OBLIGATION BONDS \$18,700,000

#### Explanation

This proposition would authorize the issuance of \$18,700,000 in general obligation bond debt for paying the cost of physically and programmatically upgrading Auke Bay Elementary School. The project qualifies for 70% State reimbursement under the State's School Construction Bond Debt Reimbursement Program. The funding for the State's reimbursement program is subject to annual appropriation. If the State fully funds the reimbursement program, the total annual debt service costs after State reimbursement, assuming an interest rate of 2.8% (net), will be \$651,000. This amount of debt service would require an annual property tax levy of approximately \$16 per \$100,000 of assessed value. This example of a property tax levy is provided for illustrative purposes only.

In addition, the following information is provided as required by CBJ Charter Section 10.5, Notice of Bond Election:

The maximum interest rate will vary depending upon how these bonds are issued. Under the provisions of the Federal American Recovery and Reinvestment Act (ARRA) of 2009, the CBJ can issue a new type of general obligation bonds, Build America Bonds or BABs up through December 31, 2010. The Federal government may extend this program and it may be financially advantageous to issue a portion or all of the bonds under the ARRA/BAB program. BABs are issued as taxable bonds and receive a federal interest rebate/refund (estimated at 32% in 2011). The maximum interest rate if BABs are issued would be 7.75%.

CBJ does not anticipate that the interest on the bonds will exceed 5.25% as tax exempt bonds or as taxable BABs, net of the federal rebate.

CBJ's total general obligation outstanding debt, as of September 1, 2010, is \$150,475,000. Of this amount it is anticipated that \$89,481,923 will be reimbursed by the State under the State's School Construction Bond Debt Reimbursement Program. There is \$792,000 in voter approved general obligation bonds (\$480,000 for the DZ Covered Playground and \$313,000 for the Dimond Park Aquatic Center) that have not been issued. The CBJ has no plans to issue these remaining bond authorizations.

For the current fiscal year, FY11, CBJ is budgeting to pay a total of \$20,414,300 for bond debt service (both principle and interest). \$12,746,200 of this amount is anticipated to be reimbursed by the State

under the State's School Construction Bond Debt Reimbursement Program. This leaves a balance of \$7,668,100 to be paid from local tax sources. Of this amount, \$1,552,900 will be paid with general sales tax revenues and \$6,115,200 will be paid from general property tax levies and the use of some fund balances.

The current total taxable assessed valuation within the municipality is \$3,957,300,000 (\$3.957 billion).

#### Ballot Proposition No. 1

For the purpose of physically and programmatically upgrading Auke Bay Elementary School, shall the City and Borough of Juneau, Alaska, issue and sell its general obligation bonds, maturing within 10 years of their date of issue, in the aggregate principal amount of not to exceed \$18,700,000?

BONDS, YES 
BONDS, NO

#### PROPOSITION NO. 2 TEMPORARY 1% SALES TAX

Authorizing Extension of a Temporary 1% Areawide Sales Tax, Effective October 1, 2013, for a Period of Ten Years.

#### Explanation

Juneau currently has a permanent 1% sales tax, a temporary 1% sales tax, and a temporary 3% sales tax. The present temporary 1% sales tax is now scheduled to be automatically repealed on September 30, 2013. The temporary 3% sales tax is now scheduled to be automatically repealed on July 1, 2012. The total of all CBJ sales taxes is currently 5%.

This ballot proposition, if approved by the voters, would continue the current 1% temporary sales tax for an additional ten years, until September 30, 2023. Accordingly, if this proposition is approved, the 1% temporary sales tax would be extended, rather than repealed, and the total CBJ sales tax rate would remain at 5%.

It is the intent of the Assembly of the City and Borough of Juneau that taxes collected under this proposed extension of the temporary 1% sales tax shall be appropriated by the Assembly for the purpose of design, permitting, and construction of a North Douglas transportation crossing between the Glacier Highway interchange and Henrickson Point.

#### Ballot Proposition No. 2

Shall the City and Borough of Juneau, Alaska, levy and collect according to the sales tax code a temporary 1% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective October 1, 2013, for a period of ten years, until September 30, 2023, in addition to the 1% permanent areawide sales tax and the existing 3% temporary areawide sales tax.

Extend 1% sales tax ten years YES 
Extend 1% sales tax ten years NO

#### PROPOSITION NO. 3 CHARTER COMMISSION

#### Explanation

The City and Borough of Juneau Charter Provides that every ten years subsequent to 1970 the clerk shall place on the ballot for the next regular election the question: "Shall there be a Charter Commission to review or amend the Charter?" If a majority of the qualified voters voting on the question vote "no," the question shall not be placed on the ballot until the end of the next ten year period. If a majority of the qualified voters voting on the question vote "yes," nine qualified voters to serve as the Charter Commission shall be chosen at the next regular election or at a special election.

#### Ballot Proposition No. 3

Shall there be a Charter Commission to review or amend the Charter?

CHARTER COMMISSION, YES	
CHARTER COMMISSION, NO	

#### **VOTER QUALIFICATIONS**

To be eligible to vote in City and Borough of Juneau elections, you must be:

- 1. Qualified to vote in state elections;
- 2. A resident of the municipality for at least 30 days immediately preceding the election;
- 3. Registered to vote in state elections at a residence address within the municipality at least 30 days before the municipal election at which the person seeks to vote; and
- 4. Not disqualified under Article V of the State of Alaska Constitution.

#### **ABSENTEE VOTING**

A qualified voter may vote an absentee ballot for any reason. An absentee ballot may be cast in person, or requested from the election official in writing, by application with the voter's signature. Absentee Ballots are available beginning September 20, 2010.

#### By Mail:

Applications for By-Mail Ballots can be obtained in the Municipal Clerk's Office or online at <a href="https://www.juneau.org/clerk/elections">www.juneau.org/clerk/elections</a>. Applications for by-mail ballots must be received in the Municipal Clerk's office no later than Tuesday, September 28, 2010. After September 28, please refer to Absentee Voting BY FAX.

#### **In-Person Absentee Voting:**

A qualified voter may vote absentee in-person on or after the 15th day before an election up to and including the election day. Beginning September 20, 2010, early voting and absentee-in-person voting will take place at the following locations/dates/times:

#### **City Hall - Assembly Chambers**

Monday - Friday: September 20 - October 4, 2010 8:00a.m. - 4:30p.m.

#### Mendenhall Mall

Mondays through Fridays:
10:00a.m. - 6:30p.m.
September 20 - October 4, 2010
and
Saturdays and Sundays: Noon – 4:00p.m.
September 25 & 26 and October 2 & 3, 2010

#### By Fax:

Contact the Municipal Clerk's office for more information.

#### Absentee ballot application forms and information available at:

Municipal Clerk/Election Official Office, City Hall Room 202 155 S. Seward Street, Juneau, AK. 99801 (907) 586-5278 phone (907) 586-4550 fax e-mail: city\_clerk@ci.juneau.ak.us

e-mail: city\_cierk@ci.juneau.ak.us http://www.juneau.org/clerk/elections

#### ADA Accommodations Available Upon Request.

For additional information regarding the October 5, 2010 Municipal Election, please contact:

Municipal Clerk/Election Official Office, City Hall Room 202

155 S. Seward Street, Juneau, AK. 99801

(907) 586-5278 phone (907) 586-4550 fax

e-mail: city\_clerk@ci.juneau.ak.us

http://www.juneau.org/clerk/elections

### 2010 CITY & BOROUGH OF JUNEAU POLLING PLACES REGULAR MUNICIPAL ELECTION – OCTOBER 5, 2010

Precinct Number	Precinct Name	Precinct Location	Precinct Address
03 300	Douglas	Douglas Library	1016 Third Street, Douglas
03 310	Juneau No. 1	Juneau Arts and Culture Center (aka Downtown Armory)	350 Whittier Ave., Juneau
03 320	Juneau No. 2	Holy Trinity Church	325 Gold St., Juneau
03 330	Juneau No. 3	Juneau Senior Center	895 W. 12 <sup>th</sup> St., Juneau
03 340	Juneau No. 4	Cedar Park	3414 Foster Ave., Juneau
03 350	Juneau Airport	Nugget Mall	8745 Glacier Highway, Juneau
03 360	Lemon Creek	AEL&P	5601 Tonsgard Ct., Juneau
03 370	North Douglas	Juneau Fire Station	820 Glacier Ave., Juneau
03 380	Salmon Creek	Tlingit & Haida Community Council Building	3235 Hospital Drive, Juneau
03 390	Switzer Creek	Gruening Park Recreation Center	1800 Northwood Drive, Juneau
04 410	Mendenhall Valley No. 1	Mendenhall Mall	9105 Mendenhall Mall Rd., Juneau
04 420	Mendenhall Valley No. 2	Aldersgate United Methodist Church	9161 Cinema Drive, Juneau
04 430	Mendenhall Valley No. 3	Glacier Valley Baptist Church	3921 Mendenhall Loop Rd., Juneau
04 440	Mendenhall Valley No. 4	Shepherd of the Valley Lutheran Church	4212 Mendenhall Loop Rd., Juneau
04 450	Auke Bay - Fritz Cove	Auke Bay Fire Station	11900 Glacier Highway, Juneau
04 460	Lynn Canal	Auke Bay Ferry Terminal	13.8 Mile Glacier Highway, Juneau

#### The polls are open 7:00 a.m. through 8:00 p.m.

If you don't know where your polling place is, you can call the **STATE OF ALASKA POLLING PLACE LOCATOR number 1-888-383-8683**, enter your Social Security Number or your voter number when prompted, and you will be told where your polling place is located.

I certify that this notice meets the requirements	s of CBJ Code 29.07.010 Election times; notice.
DATE	Laurie Sica, Municipal Clerk / Election Official



#### SAMPLE BALLOT

### THE CITY AND BOROUGH OF JUNEAU REGULAR MUNICIPAL ELECTION, OCTOBER 5, 2010

SCHOOL BOARD VOTE FOR NOT MORE THAN TWO	ASSEMBLY DISTRICT 1 VOTE FOR NOT MORE THAN ONE
Barbara Thurston  Ivan Nance	 Mary Becker
Kim Poole	 
Write-in	
Write-in	 ASSEMBLY DISTRICT 2 VOTE FOR NOT MORE THAN ONE
ASSEMBLY AREAWIDE VOTE FOR NOT MORE THAN ONE	Christopher G. Nelson  Karen Crane  —
Johan A. Dybdahl	 Greg R. Brown
Write-in	 Write-in $\bigcirc$

## PROPOSITION NO. 1 GENERAL OBLIGATION BONDS \$18,700,000

#### **Explanation**

The proposition would authorize the issuance of \$18,700,000 in general obligation bond debt for paying the cost of physically and programmatically renovating Auke Bay Elementary School. The project qualifies for 70% State reimbursement under the State's School Construction Bond Debt Reimbursement Program. The funding for the State's reimbursement program is subject to annual appropriation. If the State fully funds the reimbursement program, the total annual debt service costs after State reimbursement, assuming an interest rate of 2.8%, will be \$651,000. This amount of debt service would require an annual property tax levy of approximately \$16 per \$100,000 of assessed value. This example of a property tax levy is provided for illustrative purposes only.

#### Ballot Proposition No. 1

For the purpose of physically and programmatically upgrading Auke Bay Elementary School, shall the
City and Borough of Juneau, Alaska, issue and sell its general obligation bonds, maturing within 10 years
of their date of issue, in the aggregate principal amount of not to exceed \$18,700,000?

BONDS, YES	
BONDS, NO	

#### TURN BALLOT OVER TO CONTINUE VOTING



#### SAMPLE BALLOT

### THE CITY AND BOROUGH OF JUNEAU REGULAR MUNICIPAL ELECTION, OCTOBER 5, 2010

Completely fill in the oval to the right of the selection you choose:

#### PROPOSITION NO. 2 TEMPORARY 1% SALES TAX

Authorizing Extension of a Temporary 1% Areawide Sales Tax, Effective October 1, 2013, for a Period of Ten Years.

#### **Explanation**

Juneau currently has a permanent 1% sales tax, a temporary 1% sales tax, and a temporary 3% sales tax. The present temporary 1% sales tax is now scheduled to be automatically repealed on September 30, 2013. The temporary 3% sales tax is now scheduled to be automatically repealed on July 1, 2012. The total of all CBJ sales taxes is currently 5%.

This ballot proposition, if approved by the voters, would continue the current 1% temporary sales tax for an additional ten years, until September 30, 2023. Accordingly, if this proposition is approved, the 1% temporary sales tax would be extended, rather than repealed, and the total CBJ sales tax rate would remain at 5%.

It is the intent of the Assembly of the City and Borough of Juneau that taxes collected under this proposed extension of the temporary 1% sales tax shall be appropriated by the Assembly for the purpose of design, permitting, and construction of a North Douglas transportation crossing between the Glacier Highway interchange and Henrickson Point.

#### Ballot Proposition No. 2

Shall the City and Borough of Juneau, Alaska, levy and collect according to the sales tax code a temporary 1% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective October 1, 2013, for a period of ten years, until September 30, 2023, in addition to the 1% permanent areawide sales tax and the existing 3% temporary areawide sales tax.

Extend	1%	sales	tax	ten	years	YES	
Extend	1%	sales	tax 1	ten	years	NO	

#### PROPOSITION NO. 3 CHARTER COMMISSION

#### **Explanation**

The City and Borough of Juneau Charter Provides that every ten years subsequent to 1970 the clerk shall place on the ballot for the next regular election the question: "Shall there be a Charter Commission to review or amend the Charter?" If a majority of the qualified voters voting on the question vote "no," the question shall not be placed on the ballot until the end of the next ten year period. If a majority of the qualified voters voting on the question vote "yes," nine qualified voters to serve as the Charter Commission shall be chosen at the next regular election or at a special election.

#### Ballot Proposition No. 3

Shall there be a Charter Commission to review or amend the Charter?

CHARTER COMMISSION, YES CHARTER COMMISSION, NO

#### TURN BALLOT OVER TO CONTINUE VOTING

Presented by: Introduced:

The Manager 08/09/2010

Drafted by:

Bond Counsel

#### ORDINANCE OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

#### Serial No. 2010-26

An Ordinance Authorizing The Issuance Of General Obligation Bonds In The Principal Amount Of Not To Exceed \$18,700,000, To Finance Renovations To Auke Bay Elementary School, And Submitting A Proposition To The Voters At The Election To Be Held On October 5, 2010.

WHEREAS, the existing Auke Bay Elementary School facilities serving the City and Borough of Juneau (the "City and Borough") are in need of improvements; and

WHEREAS, the City and Borough Assembly and School Board have identified necessary renovations and improvements to Auke Bay Elementary School; and

WHEREAS, in order to provide funds to perform the necessary renovations and improvements to Auke Bay Elementary School as further described in Section 3 of this ordinance (the "Project"), it is deemed necessary and advisable that the City and Borough issue and sell its unlimited tax levy general obligation bonds in the principal amount of not to exceed \$18,700,000 (the "Bonds); and

WHEREAS, Senate Bill 73 has been adopted by the Alaska State Legislature, amending AS 14.11.100 and allowing certain public school construction projects to qualify for 70% reimbursement under the State School Construction Bond Debt Reimbursement Program; and

WHEREAS, the Project qualifies for 70% debt service reimbursement by the State and it is deemed necessary and desirable that the City and Borough issue the Bonds;

Now, Therefore, Be it Enacted by the Assembly of the City and Borough of Juneau, Alaska:

#### **Section 1.** Classification. This ordinance is a noncode ordinance.

**Section 2. Findings.** The Assembly of the City and Borough hereby finds and declares that the renovations and improvements to Auke Bay Elementary School identified in Section 3 hereof are necessary and are in the best interest of the inhabitants of the City and Borough.

Section 3. Purposes. The School Board and the Assembly have determined that Auke Bay Elementary School is in need of significant renovations (the "Project"). The Project includes, but is not limited to, general site civil, architectural, structural, mechanical and electrical upgrades, building code upgrades, hazardous materials abatement, renovate portions of the building including the entry, classrooms, music, library, administration spaces and other programmatic improvements. The cost of all necessary architectural, engineering, design, and other consulting services, inspection and testing, administrative and relocation expenses, costs of issuance of the Bonds and other costs incurred in connection with the Project that is approved by the electors shall be deemed capital improvement costs of the approved Project. The approved Project may be completed with all necessary furniture, equipment and appurtenances.

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

Interest earnings on Bond proceeds may be used and applied by City and Borough, at the direction of the City Manager or his or her designee, for the Project or for other School District capital improvements or for the retirement of the Bonds or other School District general obligation bonds.

If the approved Project has been completed in whole or in part, or its completion duly provided for, or its completion found to be impractical, the City and Borough may apply Bond proceeds or any portion thereof as provided in Section 10.10 of the Home Rule Charter.

In the event that the proceeds of sale of the Bonds, plus any other monies of the City and Borough legally available, are insufficient to accomplish the approved Project, the City and Borough shall use the available funds for paying the cost of those portions of the approved Project for which the Bonds were approved deemed by the Assembly most necessary and in the best interest of the City and Borough. No Bond proceeds shall be used for any purpose other than a capital improvement.

**Section 4. Details of Bonds.** The Bonds shall be sold in such amounts and at such time or times as deemed necessary and advisable by the Assembly and as permitted by law and shall mature over a period of 10 years of date of issue. The Bonds shall be issued in an aggregate principal amount of not to exceed \$18,700,000. The Bonds shall bear interest to be fixed at the time of sale or sales thereof. Both principal of and interest on the Bonds shall be payable from annual tax levies to be made upon all of the taxable property within the City and Borough, without limitation as to rate or amount and in amounts sufficient with other available funds, to pay such principal and interest as the same shall become due.

The full faith, credit, and resources of the City and Borough are hereby irrevocably pledged to the payment of both the principal and interest on such Bonds. The exact form, terms, conditions, contents, security, options of redemption, and such other matters relating to the issuance and sale of said Bonds as are deemed necessary and advisable by the Assembly shall be as hereinafter fixed by ordinance and resolution of the City and Borough.

**Section 5. Submission of Question to Voters.** The Assembly hereby submits to the qualified electors of the City and Borough the proposition of whether or not the City and Borough should issue the Bonds for the purpose of financing the costs of the approved Project at the regular municipal election to be held on October 5, 2010.

The City and Borough clerk shall prepare the ballot proposition to be submitted to the voters as provided by this ordinance and shall perform all necessary steps in accordance with law to place these propositions before the voters at the regular election.

**Section 6. Ballot Proposition** The proposition to be submitted to the qualified voters of the City and Borough as required by Section 5 above shall read substantially as follows:

#### **Explanation**

The proposition would authorize the issuance of \$18,700,000 in general obligation bond debt for paying the cost of physically and programmatically renovating Auke Bay Elementary School. The project qualifies for 70% State reimbursement under the State's School Construction Bond Debt Reimbursement Program. The funding for the State's reimbursement program is subject to annual appropriation. If the State fully funds the reimbursement program, the total annual debt service costs after State reimbursement, assuming an interest rate of 2.8%, will be \$651,000. This amount of debt service would require an annual property tax levy of approximately \$16 per \$100,000 of assessed value. This example of a property tax levy is provided for illustrative purposes only.

#### PROPOSITION NO. 1

#### **GENERAL OBLIGATION BONDS**

\$18,700,000

For the purpose of physically and programmatically upgrading Auke Bay Elementary School, shall the City and Borough of Juneau, Alaska, issue and sell its general obligation bonds, maturing within 10 years of their date of issue, in the aggregate principal amount of not to exceed \$18,700,000?

BONDS, YES	
BONDS, NO	

After voter approval of the proposition and in anticipation of the issuance of the Bonds, the City and Borough may issue short term obligations, under such date and in such amount, form, terms, maturity, and bearing such rate or rates of interest, all as may hereafter be fixed by ordinance of the City and Borough, consistent with limitations imposed by State law and by the Home Rule Charter and Code of the City and Borough.

**Section 7. Notice of Election.** The Assembly shall cause a notice of election to be published once a week for three consecutive weeks in a newspaper for general circulation in the City and Borough. The first notice shall be published not later than September 5, 2010, which is 30 days prior to the regular municipal election. The notice shall contain the information required by Section 10.5 of the Home Rule Charter of the City and Borough.

#### Section 8. Effective Dates.

- (a) The authority to issue general obligation bonds proposed in Section 6 of this ordinance shall become effective on the day following the date the election results are certified for the regular municipal election held on October 5, 2010, if a majority of the qualified voters voting on the proposition set forth in Section 6 votes for the proposition.
- (b) Section 6 of this ordinance authorizing the submission of the ballot proposition to the qualified voters of the City and Borough shall become effective thirty days after adoption of this ordinance.

Adopted this 23rd day of August, 2010.

Bruce Botelho, Mayor

Attest:

Presented by: Finance

Committee

Introduced: 08/09/2010 J.W. Hartle

Drafted by:

#### ORDINANCE OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

#### Serial No. 2010-27

An Ordinance Placing on the Next Regular Municipal Election Ballot the Question of Whether to Extend the Existing Levy and Collection of a Temporary 1% Areawide Sales Tax on the Sale Price of Retail Sales, Rentals, and Services Performed Within the City and Borough, Such Tax Extension to Be Effective on October 1, 2013, for a Period of Ten Years, the Proceeds of Which Are Intended to Be Appropriated by the Assembly for the Purpose of Design, Permitting, and Construction of a North Douglas Transportation Crossing; and Calling for an Election on Whether Such Sales Tax Shall Be So Levied.

WHEREAS, the present 5% areawide sales tax rate in the City and Borough comprises a permanent 1% tax, a temporary 1% tax, and a temporary 3% tax; and

WHEREAS, the temporary 1% component of the sales tax expires on September 30. 2013, unless the voters approve extending the duration of the tax; and

WHEREAS, the Assembly has determined that an extension of the temporary 1% sales tax, to become effective on October 1, 2013, for a period of ten years, would provide a stable revenue base for the purpose of design, permitting, and construction of a North Douglas transportation crossing between the Glacier Highway interchange and Henrickson Point; and

WHEREAS, with the extension of the temporary 1% tax with the approval of the voters, the total sales tax rate in the City and Borough would remain at 5%.

NOW, THEREFORE, BE IT ENACTED BY THE ASSEMBLY OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

Section 1. Classification. Section 2 of this ordinance is of a general and permanent nature and shall become a part of the City and Borough Code if approved by a majority of the qualified voters of the City and Borough voting on the question at the next regular municipal election. Sections 3 and 4 are noncode sections.

- **Section 2.** Amendment of Section. CBJ 69.05.020(a), Imposition of rate, is amended by the addition of a new subsection (3) to read:
- (3) Effective October 1, 2013, within the entire City and Borough... an additional 1%.

Subsection (a)(3) of this section shall be automatically repealed on September 30, 2023.

#### Section 3. Submission of Question to Voters.

- (a) In accordance with Article IX, Section 9.17, of the Home Rule Charter of the City and Borough of Juneau, the question of whether or not the extension of the temporary 1% areawide sales tax herein provided shall be levied and collected effective October 1, 2013, for a period of ten years, shall be submitted to the qualified voters of the City and Borough at the regular municipal election to be held on October 5, 2010.
- (b) The City and Borough Clerk shall prepare the ballot proposition to be submitted to the qualified voters of the City and Borough for consideration of the temporary 1% areawide sales tax extension set forth in this ordinance. The City and Borough Clerk shall further perform all necessary steps in accordance with law to conduct the election and place the proposition before the qualified voters at the regular municipal election.
- **Section 4. Proposition.** The proposition to be submitted to the qualified voters of the City and Borough as required by Section 3 above shall read substantially as follows:

#### PROPOSITION NO.

#### **TEMPORARY 1% SALES TAX**

Authorizing Extension of a Temporary 1% Areawide Sales Tax, Effective October 1, 2013, for a Period of Ten Years.

#### Explanation

Juneau currently has a permanent 1% sales tax, a temporary 1% sales tax, and a temporary 3% sales tax. The present temporary 1% sales tax is now scheduled to be automatically repealed on September 30, 2013. The temporary 3% sales tax is now scheduled to be automatically repealed on July 1, 2012. The total of all CBJ sales taxes is currently 5%.

This ballot proposition, if approved by the voters, would continue the current 1% temporary sales tax for an additional ten years, until September 30, 2023. Accordingly, if this proposition is approved, the 1% temporary sales tax would be extended, rather than repealed, and the total CBJ sales tax rate would remain at 5%.

It is the intent of the Assembly of the City and Borough of Juneau that taxes collected under this proposed extension of the temporary 1% sales tax shall be appropriated by the Assembly for the purpose of design, permitting, and construction of a North Douglas transportation crossing between the Glacier Highway interchange and Henrickson Point.

Shall the City and Borough of Juneau, Alaska, levy and collect according to the sales tax code a temporary 1% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective October 1, 2013, for a period of ten years, until September 30, 2023, in addition to the 1% permanent areawide sales tax and the existing 3% temporary areawide sales tax.

Extend	1%	sales	tax	ten	years	YES	[	]
Extend	1%	sales	tax	ten	years	NO	[	]

**Section 5.** Effective Dates. (a) The amendment of subsection (a)(3) of CBJ 69.05.020 set forth in Section 2 of this ordinance shall become effective on October 1, 2013, if the proposition required by Sections 3 and 4 of this ordinance is approved by a majority of the qualified voters of the City and Borough voting on the proposition at the regular election scheduled for October 5, 2010.

(b) Sections 3 and 4 of this ordinance authorizing the submission of the ballot proposition to the qualified voters of the City and Borough, shall be effective 30 days after adoption.

Adopted this 23<sup>rd</sup> day of August, 2010.

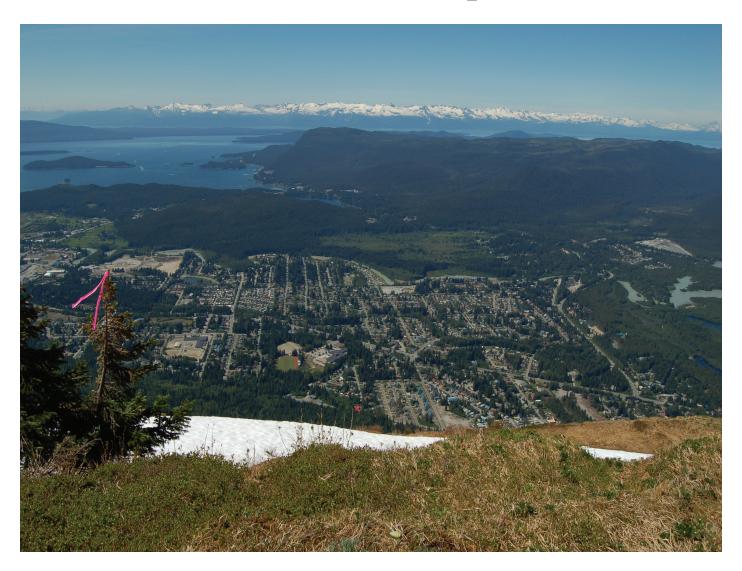
Bruce Botelho, Mayor

Attest:

Laurie J. Si**ć**a. Clerk

## **Voter Information**

### October 5, 2010 Municipal Election



Proposition 1: Authorizing \$18.7 Million in General Obligation Bonds For Auke Bay School Renovation

Proposition 2: Extend Temporary 1% Sales Tax For Ten Years

**Proposition 3:** Charter Commission

## Proposition 1 - Authorizing \$18.7 Million in General Obligation Bonds For Auke Bay Elementary School Renovation

#### What is the purpose of Proposition 1?

If voters approve Proposition 1, \$18.7 million in general obligation bonds will be issued to renovate Auke Bay Elementary School. Renovations would include, but not be limited to, site improvements, mechanical upgrades, electrical upgrades, building code upgrades, hazardous materials abatement, general renovation of the building including the entry, classrooms, music, library, and administration spaces, and other programmatic and functional improvements required to meet current District standards.



## Why renovate Auke Bay Elementary School?

Auke Bay Elementary School was built in 1968. Major structural improvements were completed in 1980 and the library and a pair of kindergarten classrooms were added in 1991. The school is over 40 years old and the facility is in need of significant renovations to meet the School District educational requirements. The proposed renovation is the top priority of the Juneau School District. Harborview and Glacier Valley Elementary Schools have undergone similar major facility renovations in the past three years and Gastineau is scheduled to begin major renovations in 2011

## How does the State of Alaska reimburse cities for school projects, and what will happen if there is no funding?

Lawmakers adopted Senate Bill 73 this past year, allowing certain school construction projects to qualify for 70% debt reimbursement. This school project qualifies for 70% State reimbursement under the State's School Construction Bond Debt Reimbursement Program. The funding for the State's reimbursement program is subject to annual appropriation by the Legislature. The City and Borough of Juneau is responsible for the full payment of the debt on the bonds, regardless of whether the Legislature funds the 70% share.

#### If Proposition 1 is approved, how will it affect property taxes?

If voters approve Proposition 1, the CBJ estimates that the total debt service on the general obligation bonds, assuming an interest rate of 2.8%, will be \$651,000 annually. This amount of debt service would require an annual tax levy of approximately \$16 per \$100,000 of assessed value for each of the next ten years.

These calculations assume the state reimburses the City and Borough of Juneau for 70% of the annual debt service for each of the ten years of debt payment. The actual mill levy will vary depending on total assessed property values and annual appropriations for the State's School Construction Bond Debt Reimbursement Program.

## Proposition 2 - Extend Temporary 1% Sales Tax for Ten Years

#### What is the purpose of Proposition 2 and how will it affect the sales tax I pay?

The current 5% sales tax consists of the following three pieces:

- a 1% permanent tax,
- a 3% temporary (5 year) tax expiring 7-1-2012; and
- a 1% temporary (5 year) tax expiring 9-30-2013

This year, the question before voters is whether to approve an extension of the 1% temporary sales tax for ten years, with the intent to fund the design, permitting, and construction of a North Douglas Transportation Crossing.

If Proposition 2 is approved, the overall sales tax would remain at 5%. If the voters do not approve the extension, the sales tax would be reduced to 4% on October 1, 2013.

#### If Proposition 2 is approved, how would the sales tax revenues be spent?

It is the intent of the Assembly of the City and Borough of Juneau that taxes collected under this proposed extension of the temporary 1% sales tax shall be appropriated by the Assembly for the purpose of design, permitting, and construction of a North Douglas transportation crossing between the Glacier Highway interchange and Henrickson Point.

## If approved, how long would the temporary sales tax be in effect and how much money would it generate?

The temporary 1% sales tax would be in effect from October 1, 2013 until September 30, 2023. The CBJ Finance Director estimates that the tax would generate approximately \$94 million. These tax collections would be used to pay for both the project and anticipated project bond interest (financing) costs.

#### When would the project start if the voters approve Proposition 2?

If Proposition 2 is approved, the collection of the temporary sales tax for this project will not begin until October 1, 2013. To begin construction before all the sales tax revenues are realized (2023), some form of project borrowing would need to be identified, such as a General Obligation bond. If a General Obligation bond is required, voters would be given an opportunity to vote on the bonding at a future election.

# Proposition 2 Extend Temporary 1% Sales Tax for Ten Years Statement in Support Rick Shattuck, Chair of the S.A.F.E. Committee

#### WHY BUILD THE CROSSING?

For close to a decade, a North Douglas Crossing has been the #1 transportation and emergency planning priority for our community.

Surveys have indicated that this may be among the most widely supported of any large infrastructure projects proposed in Juneau. The Juneau Police Department and Fire and Rescue have both strongly supported this project because it would:

- decrease the critical response time by police, fire and rescue to North Douglas;
- bypass the most dangerous stretch of North Douglas Highway; and
- provide critical secondary access in the event of Egan drive or Douglas bridge closure.

Among the reasons that Juneau residents support this project is that it would:

- reduce round trip travel distances to Eaglecrest from Lemon Creek and areas to the north by 22-24 miles; and
- open opportunities for future residential and economic development on West Douglas. Adding CBJ land and developed private property to the tax rolls would help offset the costs to our community.

#### WHY USE SALES TAX TO FUND THE CROSSING?

The North Douglas Crossing was removed from the State funding priority list in 2006. State or federal funding is highly unlikely. This will be an *extension*, not an *addition*, to the sales tax we already pay. The selected crossing corridor is within a cost range that can be funded with local dollars and can be built entirely on CBJ properties. The CBJ Assembly is in control at all times of the allocation of the sales tax revenues, if funds are needed for other priorities that supersede this voter approved ballot measure.

#### WHAT IS THE PROPOSED PROJECT?

The proposed corridor connects the Sunny Point interchange near Wal-Mart with CBJ land in the Henrickson Point area, approximately ½ mile south of Fish Creek Road. It can connect to a future bench road on Douglas Island. The estimated cost of the proposed project assumes reasonable environmental study and mitigation costs, similar to the recent airport safety improvements. Because the selected corridor can make use of the new Sunny Point intersection, it reduces costs by approximately \$35 million compared to other alternatives.

The cost estimate is based on a proposed two lane 1.5 mile crossing with a separated grade bike and pedestrian path, midpoint turnout, and a 550' bridge across the navigable channel providing 16' of clearance at a 22' high tide.

#### **SUMMARY**

By extending the sale tax we currently pay, we can fund this #1 transportation priority project for Juneau. The location identified provides the least costly option, and is one of two corridors identified in previous environmental studies as having the least impact on the wetlands. Without local support and funding, this project is highly unlikely to be completed within the next generation, and costs will continue to escalate.

Let's take control of our destiny, and send a clear message to our community leaders that we need this crossing for safety, access and our community's future!

## Proposition 2 Extend Temporary 1% Sales Tax for Ten Years

**Statement in Opposition** 

Ernst Mueller, Former CBJ Public Works Director and ADEC Commissioner Jon K. Tillinghast, Local Business Owner and 36-year Natural Resource Attorney

Proposition 2 is about neither the value of a North Douglas crossing nor anybody's safety. Indeed, this proposal will, in our judgment, probably delay completion of a crossing by years.

Rather, Prop. 2 is a proposed tax increase, extending our so-called "temporary" sales tax (representing 20% of the total sales tax) for 10 more years with the intent of earmarking \$91 million (almost all of the proceeds of that tax) in an attempt to build a dam-like structure across Sunny Point. Sunny Point, of course, is not the crossing location chosen by years of study and public input (the preferred alternative is Vanderbilt Hill).

This would be the largest single diversion of city sales tax revenue in the CBJ's history, and it would leave (in the words of one City finance official) "no viable funding source" for any of the other projects that are usually built with this temporary tax money—projects like the ice rink, the new police station and Bartlett renovations. Want a second ice rink, or the Arctic Winter Games? Want to contribute to a new state capitol building? Does your neighborhood association have a project in mind? You can forget all of that until 2024, if Prop. 2 passes.

In personal terms, the scheme will cost the average Juneau family about \$6000 over the 10-year period. And, the actual impact of this project on your own pocketbook is probably greater, given the notorious inaccuracy of initial cost estimates. Two recent examples: the WalMart overpass (estimate: \$20 million; cost: \$40 million) and the Gustavus Dock (estimate: \$7.5 million; ultimate cost: over \$20 million). Already, unbiased estimates for this project, including necessary bond interest, run to \$135 million.

So why are we using a decade, or more, of your grocery money to build this project when, based on first quarter FY 2011 allocations, the federal government will be apportioning to Alaska about \$500 million in highway aid (not counting earmarks) in this upcoming fiscal year alone?

It is because the proponents hope to avoid federal environmental laws intended to protect parks and wetlands.

But the scheme won't work. The project will be subject to rigorous federal scrutiny, and we do not believe there is any reasonable chance that this project can be permitted. S.A.F.E.'s rough drawing of this proposal depicts a rock fill splitting the Mendenhall Refuge in two, with three culverts to let some water through and a navigation chute with 16-ft. clearance at high tide—34 feet short of Coast Guard minimums. Regulators won't be amused.

And so, the CBJ will spend millions of dollars of your sales tax money pushing a proposed project that will likely die, years from now, on the permitter's desk, wasting those years in the building of a responsible second crossing. For everyone waiting for a second route to Bartlett Hospital, that is indeed a serious safety concern.

## Proposition 3 Charter Commission

#### What is the purpose of Proposition 3?

The CBJ Charter was ratified by voters in 1970 after three years of work sessions and public hearings by the voter elected Charter Commission. The Charter, Juneau's "constitution," is the document that establishes the name and the boundaries of the City and Borough of Juneau, sets out the powers and duties of the Assembly and the officers of the city, and lays out the general organization of the city. Only the voters can amend the Charter, and they have approved several amendments since 1970. The Charter also requires that the question "Shall there be a Charter Commission to review or amend the Charter?" be put before the voters every ten years.

### What is the difference between charter amendments on the regular election ballot and the creation of the Charter Commission?

A charter amendment is a specific change to an identified section of the Charter. A Charter Commission is like a constitutional convention; it is an unrestricted review of the Charter by an elected nine member Charter Commission.

#### What is the next step if voters approve Proposition 3?

If Proposition 3 is approved, Charter Amendment Section 14.4 provides that "If a majority of the qualified voters voting on the question vote "yes," nine qualified voters to serve as the Charter Commission shall be chosen at the next regular election or at a special election. The commission members shall be elected on the same basis of representation as assembly members. A vacancy shall be filled by the commission with a qualified voter representing the same area as the vacating member."

The Charter requires the costs, fees, and other expenses of the Charter Commission to be paid by the municipality, and the assembly shall provide compensation for commission members. Amendments proposed by the majority of the commission members must be submitted to the voters for approval.

## What charter amendments have been on the ballot since the Charter Commission question in 2000?

Juneau voters have voted on three charter amendments since 2000. In 2005, voters adopted two amendments to the charter; one regarding competitive bidding procedures and the other regarding special elections. In 2006, voters adopted an amendment revising Section 10.13 Interest and Profits From Investments.

## POLLING PLACES MUNICIPAL ELECTION OCTOBER 5, 2010

Precinct Number	Precinct Name	Precinct Location	Precinct Address
03 300	Douglas	Douglas Library	1016 Third Street, Douglas
03 310	Juneau No. 1	Juneau Arts and Culture Center (aka Downtown Armory)	350 Whittier Ave., Juneau
03 320	Juneau No. 2	Holy Trinity Church	325 Gold St., Juneau
03 330	Juneau No. 3	Juneau Senior Center	895 W. 12 <sup>th</sup> St., Juneau
03 340	Juneau No. 4	Cedar Park	3414 Foster Ave., Juneau
03 350	Juneau Airport	Nugget Mall	8745 Glacier Highway, Juneau
03 360	Lemon Creek	AEL&P	5601 Tonsgard Ct., Juneau
03 370	North Douglas	Juneau Fire Station	820 Glacier Ave., Juneau
03 380	Salmon Creek	Tlingit & Haida Community Council Building	3235 Hospital Drive, Juneau
03 390	Switzer Creek	Gruening Park Recreation Center	1800 Northwood Drive, Juneau
04 410	Mendenhall Valley No. 1	Mendenhall Mall	9105 Mendenhall Mall Rd., Juneau
04 420	Mendenhall Valley No. 2	Aldersgate United Methodist Church	9161 Cinema Drive, Juneau
04 430	Mendenhall Valley No. 3	Glacier Valley Baptist Church	3921 Mendenhall Loop Rd., Juneau
04 440	Mendenhall Valley No. 4	Shepherd of the Valley Lutheran Church	4212 Mendenhall Loop Rd., Juneau
04 450	Auke Bay - Fritz Cove	Auke Bay Fire Station	11900 Glacier Highway, Juneau
04 460	Lynn Canal	Auke Bay Ferry Terminal	13.8 Mile Glacier Highway, Juneau

## The polls will be open on Tuesday, October 5th 7:00 a.m. to 8:00 p.m.

If you don't know which precinct you are in, call the State of Alaska Polling Place Locator at 888-383-8663. If you have questions regarding absentee or early voting, please contact the Municipal Clerks Office at 586-5278.



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