

Submitted by: Chair of the Assembly at
the Request of the Mayor
Prepared by: Office of the Chief Fiscal
Officer
For reading: March 7, 2017

ANCHORAGE, ALASKA
AR No. 2017-94

**A RESOLUTION OF THE MUNICIPALITY OF ANCHORAGE APPROVING A
MASTER TAX-EXEMPT LEASE/PURCHASE AGREEMENT LOAN AND
APPROPRIATING AN AMOUNT NOT TO EXCEED FOUR MILLION FIVE
HUNDRED THOUSAND DOLLARS (\$4,500,000) TO THE INFORMATION
TECHNOLOGY FUND (607) AND THE APPROPRIATION OF THOSE FUNDS
TO THE CAPITAL IMPROVEMENT FUND (608) FOR SAP IMPLEMENTATION.**

WHEREAS, the Chief Fiscal Officer has identified capital needs for the SAP implementation that require financing under the Municipality's Master Tax-Exempt Lease/Purchase Agreement ("Agreement") with Key Government Finance, Inc. ("KeyBank"); and

WHEREAS, the Assembly has approved borrowing up to \$50 million under the Agreement; loans under the Agreement are subject to further approval by the Assembly, see AO 2013-149; and,

WHEREAS, in accordance with Anchorage Municipal Code section 6.10.045, the Assembly may alter the General Government capital budget/capital program by majority vote; and

WHEREAS, the Information Technology 2017 Capital Improvement Budget was approved by passage of AO 2016-105 as approved on 11/15/2016; now, therefore,

THE ANCHORAGE ASSEMBLY RESOLVES:

Section 1. A loan to the Municipality in an amount not to exceed Four Million Five Hundred Thousand Dollars (\$4,500,000) under the Agreement with KeyBank is hereby approved.

Section 2. The appropriation of loan proceeds in the amount not to exceed Four Million Five Hundred Thousand Dollars (\$4,500,000) to the Information Technology Internal Service Fund (607) and the appropriation of said funds to the Information Technology CIP Fund (608) for SAP implementation is hereby approved, all within Information Technology Department.

Section 3. Authority is hereby granted to the Chief Fiscal Officer to execute all documents, property or equipment schedules and certificates associated with the

1 loan upon such terms and conditions he deems to be in the best interest of the
2 Municipality.

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4 **Section 4.** Information Technology Department 2017 Capital Improvement
5 Budget is hereby revised as described in the attached Assembly Memorandum
6 and Exhibit A.

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8 **Section 5.** This resolution shall take effect immediately upon passage and
9 approval.

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12 PASSED AND APPROVED by the Anchorage Assembly this _____ day of
13 _____, 2017.

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15 _____
16 Chair

17
18 ATTEST:

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21 _____
22 Municipal Clerk

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25 **Department of Appropriation:**
26 Information Technology Department \$4,500,000