Introduced by: Council Member

Leinberger

Date May 13,2008

Public Hearing: May 27, 2008

Action: Passed Vote: 4-2

CITY OF BETHEL, ALASKA

ORDINANCE #08-08

AN ORDINANCE AMENDING ORDINANCE 07-08 FOR DESIGNATING AN ANNUAL BUDGETARY ALLOTMENT FOR THE PLANNING, CONSTRUCTION, OPERATION AND MAINTENANCE OF A MULTIUSE RECREATION CENTER

- **WHEREAS,** the Bethel City Council has passed Ordinance #07-08 which calls for a budgetary allotment for the planning, construction, operation and maintenance of a multiuse recreation facility; and
- WHEREAS, in Ordinance #07-08, a budgetary allotment totaling \$500,000 (five hundred thousand dollars) and a designated interest bearing account limited to \$1,050,000 (one million fifty thousand dollars) annually was allotted for the purpose of construction, operation, and/or maintenance of a multiuse recreation facility; and
- WHEREAS, capping the amount allotted for the multiuse recreation facility in accordance with Ordinance #07-08 would leave the balance of the 1%, and then 0.5%, sales tax revenue collected in the General Fund, which is a direct contradiction to Ordinance 07-10, Section 3; and
- **WHEREAS**, as reiterated in Ordinance #07-10, the intent of the 1% increase in city sales tax is for the planning, construction, operation and maintenance costs of the multiuse recreation center;
- **WHEREAS**, with a changing economy the revenue from city sales tax also changes, so establishing a fixed dollar cap for the allotment to the multiuse recreation facility would not allow the full 1% sales tax revenue to be used for its intended purpose.

Now, Therefore Be It enacted by the City Council of Bethel Alaska as follows:

SECTION 1. <u>Classification</u>. This ordinance is of permanent nature and shall not be codified within the Bethel Municipal Code.

Section 2. Amendment.

Designation of Annual Budgetary Allotment

A. The City of Bethel shall designate an allotment of \$500,000 (five hundred thousand dollars) annually equal to the amount of total sales tax revenue collected multiplied by the appropriate annual percentage as indicated in following calculation table, for the purpose of construction, operation, and/or maintenance of a multiuse recreation facility to be built within the city limits of Bethel, Alaska.

Introduced by: Council Member

Leinberger

Date May 13,2008

Public Hearing: May 27, 2008

Action: Passed Vote: 4-2

Fiscal Year	Percentage
FY2009	16.67%
FY2010	12,88%
FY2011 - FY2027	9.09%
FY2028	4.55%

- B. The \$500,000 (five hundred thousand dollars) allotment must be spent each year or saved in an interest bearing account.
- C: That at no time shall the designated interest bearing account accumulate more than \$1,050,000.
- D. All funds expended from the designated interest bearing account shall be used for the promotion, construction, operation and maintenance of a City of Bethel Multiuse Recreation Facility.
- E. The City Manager and/or his designee shall be responsible for administering the funds and insuring that the proceeds from said designated interest bearing account are spent for the purposes stated.

SECTION 3. Effective Date. This section shall become effective upon passage by the Bethel City Council.

ENACTED THIS 27 DAY OF MAY 2008, BY A VOTE OF $\underline{4}$ IN FAVOR AND $\underline{2}$ OPPOSED.

Eric Middlebrook, Mayor

Lori Strickler, City Clerk