

OFFICE OF THE MUNICIPAL CLERK/ ELECTION OFFICIAL

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October 10, 2006

CANVASS OF REGULAR MUNICIPAL ELECTION

Held October 3, 2006, 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 3, 2006. The following are the official results of that election:

Assemblymember District 1

David G. Stone	4070
Mark Stopha	2878
Write-in	52

Mayor

Bruce Botelho	4621
Bradley J. Fluetsch	2922
Write-in	56

Assemblymember District 2

Sara Chambers	3587
Jean M. Christian	3364
Write-in	40

School Board

Andi (Andrea) Story	4656
Mark Choate	4116
Phyllis Carlson	3638
Chris Thomas	3299
Write-in	143

Proposition 1:

Shall the City and Borough of Juneau, Alaska, levy and collect a temporary 3% areawide sales tax on the sale price of retail sales, serices, and rentals within the City and Borough, effective July 1, 2007, for a period of 5 years only, in addition to the 1% permanent areawide sales tax and the 1% temporary areawide sales tax?

Yes	4847
No	2809

Proposition 2:

Shall Section 10.13 of the Charter of the City and Borough of Juneau, Alaska, regarding the use of interest earnings on the proceeds of the sale of obligations, be repealed, as set forth in Ordinance 2006-27?

Yes	4138
No	3275

I hereby certify that the foregoing results are the true and final results of the October 3, 2006 Regular Municipal Election, held in Juneau, Alaska.

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

Election Statistics:

Total registered voters in the City and Borough of Juneau was 24,239. 7,808 ballots, including absentee and accepted questioned ballots, were cast in the election. Voter turnout was 32.21%. Ballots were cast in the following manner:

Absentee Ballots:

Early Mendenhall Mall	518
Early City Hall	279
In Person Mend Mall	53
In Person City Hall	26
By Mail	87
By Fax	18
By Personal Representative	40
Total:	1,021

Questioned Ballots:

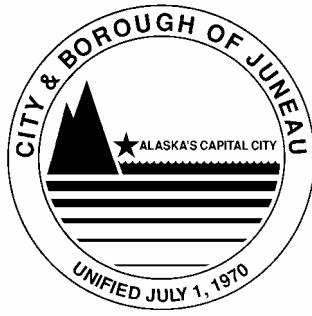
437 voters cast questioned ballots at the precincts on election day. Of those ballots, 407 were cast by qualified voters, accepted and counted. The status of all questioned voters was verified with the State of Alaska Division of Elections.

Precinct Ballots Cast:

Precinct Number	Precinct Name	Precinct Location	Votes Cast
03 300	Douglas	Douglas Library	516
03 310	Juneau No. 1	Assembly Chambers	201
03 320	Juneau No. 2	St. Ann's Parish Hall	330
03 330	Juneau No. 3	Juneau Senior Center	511
03 340	Juneau No. 4	Cedar Park	396
03 350	Juneau Airport	Nugget Mall	311
03 360	Lemon Creek	AEL&P	251
03 370	North Douglas	Juneau Fire Station	480
03 380	Salmon Creek	Tlingit & Haida Community Council Building	258
03 390	Switzer Creek	Gruening Park Recreation Center	149
04 410	Mendenhall Valley No. 1	Mendenhall Mall	433
04 420	Mendenhall Valley No. 2	Carrs/Safeway	520
04 430	Mendenhall Valley No. 3	Glacier Valley Baptist Church	518
04 440	Mendenhall Valley No. 4	Shepherd of the Valley Lutheran Church	581
04 450	Auke Bay - Fritz Cove	Auke Bay Fire Station	482
04 460	Lynn Canal	Auke Bay Ferry Terminal	443

Official Municipal Election Results 2006

16		General Stats			District 1			District 2			Mayor			School Board					Prop 1 Extend Sales Tax		Prop 2 Charter Redirect Bond Earnings	
Total Precincts	Total Reported	Voter Turnout	Reg. Voters	Ballots Cast	Mark Stophra	David G Stone	Write In	Sara Chambers	Jean M Christian	Write In	Bruce Boteelho	Bradley J Fluetsch	Write In	Mark Choate	Andi (Andrea) Story	Chris Thomas	Phyllis Carlsson	Write In	Yes	No	Yes	No
	Total	32.21%	24239	7808	2878	4070	52	3587	3364	40	4621	2922	56	4116	4656	3299	3638	143	4847	2809	4138	3275
3-300	Douglas	29.59%	1744	516	189	266	1	225	244	2	308	193	5	261	303	226	259	6	303	201	262	227
3-310	Jnu 1	21.45%	937	201	92	88	0	66	115	0	116	77	2	90	100	82	83	5	106	88	90	86
3-320	Jnu 2	33.67%	980	330	186	100	4	68	243	4	268	50	5	211	185	136	122	4	245	81	164	142
3-330	Jnu 3	34.36%	1487	511	238	216	9	152	317	6	369	133	4	293	311	213	241	14	358	138	278	199
3-340	Jnu 4	28.59%	1385	396	128	225	1	194	154	1	225	153	2	204	228	171	190	3	257	128	218	149
3-350	Jnu Airport	24.11%	1290	311	105	172	6	156	119	3	165	132	4	169	201	138	149	6	190	116	152	148
3-360	Lemon Crk	21.62%	1161	251	81	148	1	137	85	1	137	103	3	131	145	111	124	6	130	119	136	110
3-370	N Douglas	35.74%	1343	480	248	191	1	162	269	0	330	139	0	266	285	203	207	1	349	119	276	183
3-380	Salmon Crk	26.82%	962	258	100	130	1	99	139	1	166	83	2	159	166	113	121	6	189	65	152	88
3-390	Switzer Crk	15.90%	937	149	60	74	0	76	60	0	75	70	1	76	73	55	69	2	67	79	65	72
4-410	MV 1	19.66%	2202	433	125	260	2	236	148	2	259	167	2	241	272	176	201	7	258	171	229	190
4-420	MV 2	22.65%	2296	520	160	297	2	278	169	3	276	220	4	267	300	223	257	8	289	226	280	223
4-430	MV 3	24.48%	2116	518	158	307	3	294	171	0	235	267	3	258	284	211	246	8	292	212	254	239
4-440	MV 4	24.58%	2364	581	182	335	5	323	203	3	302	259	3	292	354	257	290	17	346	226	310	255
4-450	Auke/Fritz	25.41%	1897	482	143	282	1	228	195	2	271	199	1	245	333	171	265	10	324	151	260	198
4-460	Lynn Canal	38.93%	1138	443	187	206	4	200	198	2	265	171	0	231	302	189	207	5	291	147	240	186
	Absentee			1021	342	581	5	491	383	8	622	359	7	543	607	472	436	20	621	384	563	421
	Questioned			407	154	192	6	202	152	2	232	147	8	179	207	152	171	15	232	158	209	159



NOTICE OF REGULAR MUNICIPAL ELECTION - OCTOBER 3, 2006

Notice is hereby given that the Regular Municipal Election will be held in the City & Borough of Juneau, Alaska on **Tuesday, October 3, 2006**. 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 the entire City and Borough of Juneau, one Mayor for a term of three years;
2. To elect from candidates residing in Election District No. 1, one Assemblymember for a term of three years;
3. To elect from candidates residing in Election District No. 2, one Assemblymember for a term of three years;
4. To elect from candidates residing in the entire City and Borough of Juneau, three 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

TEMPORARY 3% SALES TAX

Explanation

Juneau currently has a permanent 1% sales tax, a temporary 1% sales tax, and a temporary 3% sales tax. The temporary 1% sales tax is automatically repealed on September 30, 2008. The temporary 3% sales tax is automatically repealed on July 1, 2007. The total of all CBJ sales taxes is currently 5%.

This ballot proposition would continue the current 3% temporary sales tax rate for an additional 5 years, until June 30, 2012. Accordingly, if this proposition is approved, the total sales tax rate would remain at 5%. This proposition would also continue the Assembly's intended allocation of the temporary 3% sales tax revenues as set forth below.

Ballot Proposition No. 1

Authorization to Renew a Temporary 3% Areawide Sales Tax Effective July 1, 2007, in Addition to the 2% Areawide Sales Tax, for a Period of 5 Years Only, Intended to Be Used for Certain Purposes as Set Forth Below.

Shall the City and Borough of Juneau, Alaska, levy and collect a temporary 3% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective July 1, 2007, for a period of 5 years only, in addition to the 1% permanent areawide sales tax and the 1% temporary areawide sales tax.

It is the intent of the Assembly to use the temporary 3% areawide sales tax as follows:

- 1.00% police, fire, street maintenance, snow removal, EMT/ambulance service, parks and recreation, libraries, and other general purposes;
- 1.00% roads, drainage, retaining walls, sidewalks, stairs, and other capital improvement projects; and
- 1.00% allocated annually by the assembly among capital improvements to include water and sewer system extensions, an emergency budget reserve, youth activities, and other general public services.

Total: 3.00% Temporary Sales Tax

EXTEND 3% SALES TAX FIVE YEAR, YES []

EXTEND 3% SALES TAX FIVE YEAR, NO []



PROPOSITION NO. 2

CHARTER AMENDMENT

Explanation

The Assembly may propose Charter amendments by ordinance. For a Charter amendment to become effective, it must be approved by a majority of qualified voters voting on the question. On July 31, 2006, the Assembly of the City and Borough of Juneau adopted Ordinance 2006-27, which proposed an amendment repealing Section 10.13 of the charter.

Charter Section 10.13 currently reads as follows:

Section 10.13. Interest and profits from investments.

All interest earned on and profits derived from the investment of the proceeds of the sale of any obligations shall be used solely for the purposes for which such obligations were issued.

Under this section of the CBJ Charter, interest earnings on bonds must be expended "solely for the purposes for which such obligations were issued." CBJ funds a variety of capital projects, and limiting the use of bond interest earnings to a single project restricts flexibility. Flexibility to allocate bond interest earnings to other capital projects can be advantageous and adds efficiencies in completing projects. Under this proposed amendment, the use of interest earnings can be directed by the Assembly by ordinance to other capital projects.

If approved by the voters, Section 10.13 would be repealed, as follows:

Section 10.13. [Reserved]

Ballot Proposition No. 2

Shall Section 10.13 of the Charter of the City and Borough of Juneau, Alaska, regarding the use of interest earnings on the proceeds of the sale of obligations, be repealed, as set forth in Ordinance 2006-27?

FOR THE AMENDMENT

AGAINST THE AMENDMENT



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 18, 2006.

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) 586-4552 fax
e-mail: city_clerk@ci.juneau.ak.us
<http://www.juneau.org/clerk/elections>



POLLING PLACES
REGULAR MUNICIPAL ELECTION - OCTOBER 3, 2006

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

Precinct Number	Precinct Name	Precinct Location	Precinct Address
03 300	Douglas	Douglas Library	1016 Third Ave., Douglas
03 310	Juneau No. 1	Assembly Chambers	155 S. Seward St., Juneau
03 320	Juneau No. 2	Cathedral of the Nativity of the BVM Parish Hall	430 5 th Ave., Juneau
03 330	Juneau No. 3	Juneau Senior Center	895 W. 12 th 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	Carrs/Safeway	3033 Vintage Blvd., 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

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.

ADA Accommodations Available Upon Request.

For additional information regarding the October 3, 2006 Municipal Election, please contact:
 CBJ Clerk's Office, 155 South Seward Street, Room 201, Juneau, AK 99801.
 Telephone: (907)586-5278; Facsimile: (907)586-4552 or (907)586-2536 TDD: (907)586-5351
City_Clerk@ci.juneau.ak.us

**CERTIFICATE OF POSTING
FOR OCTOBER 3, 2006, MUNICIPAL ELECTION**

I, Elizabeth J. McEwen, Deputy Municipal Clerk for the City and Borough of Juneau, Alaska, do hereby certify that I posted the notice of election on the bulletin board at the following locations:

1. Service Area No. 1
 - (a) Juneau Public Library,
 - (b) Municipal Building,
 - (c) State Office Building.
 - (d) A & P - Juneau (Foodland), and
 - (e) Federal Building.

2. Service Area No. 2
 - (a) Douglas Post Office,
 - (b) Douglas Library,
 - (c) Gastineau Community School, and
 - (d) Douglas Breeze-In.

3. Former Service Area No. 3
 - (a) Fred Meyers,
 - (b) Airport Mall,
 - (c) Mendenhall Mall,
 - (d) DeHart's Auke Bay Store.

I do further certify a copy of the notice of election was delivered to the following news media: *The Juneau Empire*, *The Capital City Weekly*, KTOO, KJNO, KINY, KJUD, and KATH. In addition, the notice is available for viewing on the CBJ Web Page at: <http://www.juneau.org/clerk/elections/index.php>

Date: _____

Elizabeth J. McEwen, CBJ Deputy Municipal Clerk

SAMPLE BALLOT FRONT

INSTRUCTIONS TO VOTER: To vote for the issue/candidate of your choice, fill in the oval next to the issue/candidate you want to vote for. Place your ballot inside the secrecy sleeve and then take your ballot to the ballot box.

If you make a mistake while voting, return the ballot to the election official for a new one.
A vote which has been erased or changed will not be counted.



OFFICIAL BALLOT

THE CITY AND BOROUGH OF JUNEAU
 REGULAR MUNICIPAL ELECTION, OCTOBER 3, 2006
 Completely fill in the oval to the right of the choice you wish to make:

ASSEMBLY DISTRICT 1 VOTE FOR NOT MORE THAN ONE	ASSEMBLY DISTRICT 2 VOTE FOR NOT MORE THAN ONE
MARK STOPHA <input type="radio"/>	SARA CHAMBERS <input type="radio"/>
DAVID G. STONE <input type="radio"/>	JEAN M. CHRISTIAN <input type="radio"/>
Write-in <input type="radio"/>	Write-in <input type="radio"/>
MAYOR VOTE FOR NOT MORE THAN ONE	SCHOOL BOARD VOTE FOR NOT MORE THAN THREE
BRUCE BOTELHO <input type="radio"/>	MARK CHOATE <input type="radio"/>
BRADLEY J. FLUETSCH <input type="radio"/>	ANDI (ANDREA) STORY <input type="radio"/>
Write-in <input type="radio"/>	CHRIS THOMAS <input type="radio"/>
	PHYLLIS CARLSON <input type="radio"/>
	Write-in <input type="radio"/>
	Write-in <input type="radio"/>
	Write-in <input type="radio"/>

PROPOSITION NO. 1 TEMPORARY 3% SALES TAX

Explanation

Juneau currently has a permanent 1% sales tax, a temporary 1% sales tax, and a temporary 3% sales tax. The temporary 1% sales tax is automatically repealed on September 30, 2008. The temporary 3% sales tax is automatically repealed on July 1, 2007. The total of all CBJ sales taxes is currently 5%.

This ballot proposition would continue the current 3% temporary sales tax rate for an additional 5 years, until June 30, 2012. Accordingly, if this proposition is approved, the total sales tax rate would remain at 5%. This proposition would also continue the Assembly's intended allocation of the temporary 3% sales tax revenues as set forth below.

Ballot Proposition No. 1

Authorization to Renew a Temporary 3% Areawide Sales Tax Effective July 1, 2007, in Addition to the 2% Areawide Sales Tax, for a Period of 5 Years Only, Intended to Be Used for Certain Purposes as Set Forth Below.

Shall the City and Borough of Juneau, Alaska, levy and collect a temporary 3% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective July 1, 2007, for a period of 5 years only, in addition to the 1% permanent areawide sales tax and the 1% temporary areawide sales tax.

It is the intent of the Assembly to use the temporary 3% areawide sales tax as follows:

1.00% police, fire, street maintenance, snow removal, EMT/ambulance service, parks and recreation, libraries, and other general purposes;

1.00% roads, drainage, retaining walls, sidewalks, stairs, and other capital improvement projects; and

1.00% allocated annually by the assembly among capital improvements to include water and sewer system extensions, an emergency budget reserve, youth activities, and other general public services.

Total: 3.00% Temporary Sales Tax

EXTEND 3% SALES TAX FIVE YEAR, YES

EXTEND 3% SALES TAX FIVE YEAR, NO

TURN BALLOT OVER TO CONTINUE VOTING

SAMPLE BALLOT BACK

INSTRUCTIONS TO VOTER: To vote for the issue/candidate of your choice, fill in the oval next to the issue/candidate you want to vote for. Place your ballot inside the secrecy sleeve and then take your ballot to the ballot box.

If you make a mistake while voting, return the ballot to the election official for a new one.
A vote which has been erased or changed will not be counted.



OFFICIAL BALLOT

**THE CITY AND BOROUGH OF JUNEAU
REGULAR MUNICIPAL ELECTION, OCTOBER 3, 2006**
Completely fill in the oval to the right of the choice you wish to make: ●

PROPOSITION NO. 2

CHARTER AMENDMENT

Explanation

The Assembly may propose Charter amendments by ordinance. For a Charter amendment to become effective, it must be approved by a majority of qualified voters voting on the question. On July 31, 2006, the Assembly of the City and Borough of Juneau adopted Ordinance 2006-27, which proposed an amendment repealing Section 10.13 of the charter.

Charter Section 10.13 currently reads as follows:

Section 10.13. Interest and profits from investments.

All interest earned on and profits derived from the investment of the proceeds of the sale of any obligations shall be used solely for the purposes for which such obligations were issued.

Ordinance 2006-27 provided that presently, under the CBJ Charter, interest earnings on bonds must be expended "solely for the purposes for which such obligations were issued." CBJ funds a variety of capital projects, and limiting the use of bond interest earnings to a single project restricts flexibility in the use of interest earnings. Flexibility to allocate bond interest earnings to other capital projects can be advantageous and add efficiencies in completing projects which have funding constraints. Under this proposed amendment, the use of interest earnings can be directed by ordinance to other capital projects.

If approved by the voters, Section 10.13 would be repealed, as follows:

Section 10.13. [Reserved]

Ballot Proposition No. 2

Shall Section 10.13 of the Charter of the City and Borough of Juneau, Alaska, regarding the use of interest earnings on the proceeds of the sale of obligations, be repealed, as set forth in Ordinance 2006-27?

FOR THE AMENDMENT

AGAINST THE AMENDMENT

TURN BALLOT OVER TO CONTINUE VOTING

Presented by: The Manager
Introduced: 07/10/2006
Drafted by: J.W. Hartle

ORDINANCE OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 2006-28(b)

An Ordinance Providing for the Levy and Collection of a Temporary 3% Areawide Sales Tax on the Sale Price of Retail Sales, Rentals, and Services Performed Within the City and Borough of Juneau, Such Tax to Be Effective on July 1, 2007, for a Period of 5 Years Only, the Proceeds of Which Are Intended to Be Allocated for Certain Purposes as Set Forth Herein; 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 3% component of the sales tax expires on July 1, 2007, unless the voters approve extending the duration of the tax; and

WHEREAS, the 3% temporary sales tax provides a balance to municipal revenue sources between sales tax and property tax; and

WHEREAS, the Assembly has determined that an extension of the temporary 3% sales tax, to become effective on July 1, 2007, for a period of 5 years only, would provide a stable revenue base for important municipal services and projects; and

WHEREAS, with the extension of the temporary 3% tax, 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. Sections 2 and 3 of this ordinance are of a general and permanent nature and shall become a part of the City and Borough code. Sections 4 and 5 are noncode sections.

Section 2. Amendment of Section. Subsection (a) of CBJ 69.05.020, "Imposition of Rate," is amended by the addition of a new subsection (2) to read:

(2) Within the entire City and Borough an additional 3%

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Section 3. Amendment of Section. CBJ 69.05.020, "Imposition of Rate," is amended by the addition of a new subsection (c) to read:

(c) Subsection (a)(2) and this subsection (c) are repealed on July 1, 2012.

Section 4. 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 temporary 3% areawide sales tax herein provided shall be levied and collected effective July 1, 2007, for a period of 5 years only, shall be submitted to the qualified voters of the City and Borough at the regular municipal election to be held on October 3, 2006.

(b) The City and Borough Clerk shall prepare the ballot proposition to be submitted to the qualified voters of the City and Borough for their consideration of the temporary 3% areawide sales tax 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 5. Proposition. The proposition to be submitted to the qualified voters of the City and Borough as required by Section 4 above shall read substantially as follows:

Explanation

Juneau currently has a permanent 1% sales tax, a temporary 1% sales tax, and a temporary 3% sales tax. The temporary 1% sales tax is automatically repealed on September 30, 2008. The temporary 3% sales tax is automatically repealed on July 1, 2007. The total of all CBJ sales taxes is currently 5%.

This ballot proposition would continue the current 3% temporary sales tax rate for an additional 5 years, until June 30, 2012. Accordingly, if this proposition is approved, the total sales tax rate would remain at 5%. This proposition would also continue the Assembly's intended allocation of the temporary 3% sales tax revenues as follows:

**Current Temporary
Sales Tax (repealed
June 30, 2007)**

**New Proposed Temporary
Sales Tax (July 1, 2007 to
June 30, 2012)**

1.00% schools, public
safety,
and other
general purposes;

1.00% police, fire, street maintenance,
snow removal, EMT/ambulance
service, parks and recreation,
libraries, and other general
purposes;

1.00% roads, drainage,
retaining walls,
sidewalks, stairs,
and other capital
improvements; and

1.00% roads, drainage,
retaining walls,
sidewalks, stairs,
and other capital
improvements; and

1.00% allocated annually by
the assembly among
capital improvements
to include water and
sewer system extensions
and an emergency budget
reserve, as necessary,
and youth activities.

1.00% allocated annually by
the assembly among
capital improvements
to include water and
sewer system extensions,
an emergency budget
reserve, youth
activities, and other general
public services.

3.00% Temporary sales tax
until June 30, 2007

3.00% Proposed temporary
sales tax starting
July 1, 2007, and
ending June 30, 2012

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PROPOSITION NO. ____

Authorization to Renew a Temporary 3% Areawide Sales Tax Effective July 1, 2007, in Addition to the 2% Areawide Sales Tax for a Period of 5 Years Only, Intended to Be Used for Certain Purposes as Set Forth Below.

Shall the City and Borough of Juneau, Alaska, levy and collect a temporary 3% areawide sales tax on the sale price of retail sales, services, and rentals within the City and Borough, effective July 1, 2007, for a period of 5 years only, in addition to the 1% permanent areawide sales tax and the 1% temporary areawide sales tax.

It is the intent of the Assembly to use the temporary 3% areawide sales tax as follows:

- 1.00% police, fire, street maintenance, snow removal, EMT/ambulance service, parks and recreation, libraries, and other general purposes;
- 1.00% roads, drainage, retaining walls, sidewalks, stairs, and other capital improvement projects; and
- 1.00% allocated annually by the assembly among capital improvements to include water and sewer system extensions, an emergency budget reserve, youth activities, and other general public services.

Total: 3.00% Temporary Sales Tax

Extend 3% sales tax five years YES []

Extend 3% sales tax five years NO []

Section 6. Effective Dates. (a) The amendments of subsection (a)(2) and (c) of CBJ 69.05.020 set forth in Sections 2 and 3 of this ordinance shall become effective on July 1, 2007, if the proposition required by Sections 4 and 5 of this ordinance is approved by a majority of the qualified voters of the City and Borough voting on the proposition.

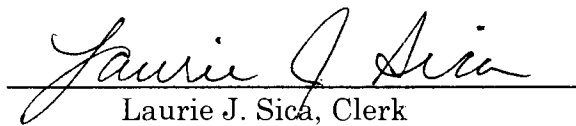
(b) Sections 4 and 5 of this ordinance authorizing the submission of the ballot proposition to the qualified voters of the City and Borough, shall be effective 30 days after adoption of this ordinance.

Adopted this 31st day of July, 2006.



Bruce Botelho, Mayor

Attest:



Laurie J. Sica, Clerk

Presented by: The Manager
Introduced: 07/10/2006
Drafted by: J.W. Hartle

ORDINANCE OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 2006-27

**An Ordinance Proposing An Amendment To The Charter
Relating To The Use Of Bond Interest And Calling For An
Election Thereon.**

WHEREAS, under the CBJ Charter, interest earnings on bonds must be expended “solely for the purposes for which such obligations were issued”; and

WHEREAS, CBJ funds a variety of capital projects, and limiting the use of bond interest earnings to a single project restricts flexibility when it is appropriate; and

WHEREAS, flexibility to allocate bond interest earnings to other capital projects can be advantageous and add efficiencies in completing projects which have funding constraints; and

WHEREAS, the use of interest earnings can be directed by ordinance without restriction by charter.

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

Section 1. Classification. Section 2 of this ordinance, if approved by the voters pursuant to Section 3, is of a general and permanent nature and shall become a part of the City and Borough Charter. Sections 3, 4, and 5 of this ordinance are noncode sections.

Section 2. Charter Amendment. The Charter of the City and Borough of Juneau is amended at Section 10.13, Interest and profits from investments, to read as follows:

Section 10.13. *[Reserved]*

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Section 3. Submission to the Voters. An amendment to Section 10.13 of the Charter of the City and Borough of Juneau, Alaska, shall be submitted to the voters of the City and Borough at the next regular municipal election. The City and Borough Clerk shall prepare the ballot title to be submitted to the qualified voters as provided by this ordinance, and shall perform all necessary steps in accordance with law to place this proposition before the qualified voters at said election.

Section 4. Proposition. The proposition to be submitted to the voters as required by Section 3 shall read substantially as follows:

PROPOSITION NO. _____

CHARTER AMENDMENT

Shall Section 10.13 of the Charter of the City and Borough of Juneau, Alaska, regarding the use of interest earnings on the proceeds of the sale of obligations, be repealed, as set forth in Ordinance 2006-27?

FOR THE AMENDMENT []

AGAINST THE AMENDMENT []

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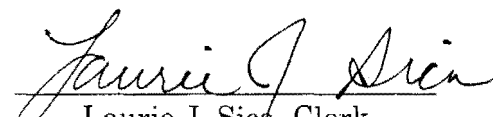
Section 5. Effective Dates. (a) The Charter amendment proposed in Section 2 of this ordinance shall become effective on the day following the date the election results are certified for the regular municipal election held October 3, 2006, if a majority of the qualified voters voting on the proposition set forth in Section 4 vote for the amendment.

(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 become effective thirty days after adoption of this ordinance.

Adopted this 31st day of July, 2006.


Bruce Botelho, Mayor

Attest:


Laurie J. Sica, Clerk

Voter Information

October 3, 2006 Municipal Election



Proposition 1:
Extending the temporary 3% sales tax

Proposition 2:
Charter amendment regarding bond investment interest



Proposition 1

Temporary 3% sales tax renewal

Q: What is the 3% temporary sales tax? How long has it been in effect?

A: The current 5% sales tax consists of three pieces: a 1% permanent tax, a 1% temporary tax (expiring September 30, 2008), and a 3% temporary tax (expiring June 30, 2007). This 3% sales tax has been supported by Juneau voters each time it has come up for renewal—once every four or five years—since first approved in 1983.

Q: Why have a sales tax?

A: Government services are funded through a variety of taxes and user fees. In Juneau, sales and property tax revenues pay for the majority (about 40% and 20%, respectively) of general city government services (excluding property taxes used to support education). In addition, sales tax revenues account for nearly all of the funds spent on general capital projects (such as street and sidewalk paving/repairing).

A sales tax helps spread the cost of municipal services to all users, rather than targeting property owners only. With a sales tax, visitors and temporary residents help pay for services they use while they are in Juneau. Collecting sales taxes from nonresidents helps ease the tax burden paid by local residents (CBJ staff estimate that visitors contribute approximately \$6 million in sales taxes annually to the CBJ's budget). State funding support for local government services has declined significantly in recent years and sales tax revenues are among the sources used to help fill this funding gap.

Q: How much money does the 3% sales tax generate? When will it expire if approved?

A: For fiscal year 2007, each 1% sales tax is expected to contribute about \$7 million to the CBJ budget. If Proposition 1 is approved, the 3% sales tax will be in effect for five more years (until June 30, 2012), and would be expected to generate between \$21 and \$25 million annually for each of those years.

Q: What services will citizens receive from the revenue generated by Proposition 1?

A: If approved, revenue from Proposition 1 will be used for the same purposes as the current 3% temporary sales tax. As with the current tax, it is the intent of the Assembly to divide the total 3% tax among the following three categories:

- ◆ **1% for general government operations.** This 1%, combined with the 1% permanent sales tax, is to be used to support such general government operations as police, fire, street maintenance, ambulance services, parks and recreation, libraries, transit, and other general services.
- ◆ **1% for capital improvements to roads & sidewalks.** This 1% is to be used primarily for constructing and repairing streets, sidewalks, retaining walls, drainages, and stairways, as well as other capital projects.
- ◆ **1% for capital improvements, rainy day fund, youth activities, and other public services.** This 1% is to be used for a variety of capital projects, deposits to an emergency budget reserve, grants for youth activities, and other general public services.

Q: What would happen if voters fail to approve Proposition 1?

A: The sales tax rate would be reduced to 2% starting July 1, 2007. Sales tax revenues would be expected to decrease by approximately \$21 million annually. Available funding for general city services and capital projects would be reduced by about \$13 million and \$8 million, respectively. To balance the budget, the Assembly would either decrease spending (by cutting public services and capital projects), increase revenues (by increasing property taxes and user fees), or both. As the portion of this 3% sales tax revenue allotted to general city services accounts for about 25% of the funding for those services, cuts to general services would likely be substantial.

Proposition 2



Charter amendment regarding bond investment interest

Q: What does the CBJ Charter, Juneau’s “constitution,” say about how interest on bonds may be spent?

A: Section 10.13, “Interest and profits from investments,” requires that “[a]ll interest earned on and profits derived from the investment of the proceeds of the sale of any obligations shall be used solely for the purposes for which such obligations were issued.”

Q: What is the current practice regarding the use of interest earned on bonds?

A: Until a capital project is substantially complete, all the interest earned on bonds are used only for the purpose for which the bonds were issued. For example, if voters authorized the CBJ to issue bonds to fund construction of a new park, any interest earned on those bonds would be held in an account to be used only to complete that construction.

Q: If Proposition 2 is approved, what would change about how interest earnings are used?

A: If voters approve Proposition 2, section 10.13 of the Charter would be repealed, and the CBJ would no longer be required to use bond interest earnings only for the purpose for which the bonds were originally issued. This means that interest earnings could be used for other capital projects approved by the Assembly.

Q: Why did the Assembly put this issue before voters now?

A: Members saw a need to allow more flexibility for fund-

ing capital projects and the School District is supportive of this Proposition. Because school projects are usually funded through bond revenue, questions regarding bond interest surface often on school projects. Here’s an extreme example that illustrates the current situation: let’s imagine that the City issues bonds to fund major renovations in the old north wing of “School A.” Two years pass, the renovations are mostly complete, and \$60,000 of interest remains in the “School A Renovation Fund.” Since that Fund cannot be used for any other purpose until renovations at School A are totally completed, those dollars remain in that account. So, instead of being redirected to, say, School B — a school with a leaking roof — the dollars sit in the School A Renovation Fund and may wind up being used for less urgent priorities (say, for example, for new carpeting and paint in the library of School A, a room not originally scheduled for renovations). In our hypothetical example, then, while the rain leaks in on students in School B, the students in School A have a newly carpeted library. Instead, if Proposition 2 passes, the Assembly and the School District would have the flexibility to redirect bond interest to other priority projects — in this case, to begin to fix the leaky roof of School B.

Q: Would Proposition 2 require that bond interest be redirected to other projects?

A: No, it would *allow* interest to be redirected. All uses of the interest earnings would still need to be appropriated by the Assembly. Additionally, the CBJ could be prohibited from using bond interest earnings on other projects through an Assembly-passed Ordinance or through language in the bond issue itself.



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POLLING PLACES - MUNICIPAL ELECTION - OCTOBER 3, 2006

Precinct Number	Precinct Name	Precinct Location	Precinct Address
03 300	Douglas	Douglas Library	1016 Third Street, Douglas
03 310	Juneau No. 1	Assembly Chambers	155 S. Seward Street, Juneau
03 320	Juneau No. 2	Cathedral of the Nativity Parish Hall	430 5th Avenue, Juneau
03 330	Juneau No. 3	Juneau Senior Center	895 W. 12 th Street, Juneau
03 340	Juneau No. 4	Cedar Park	3414 Foster Avenue, Juneau
03 350	Juneau Airport	Nugget Mall	8745 Glacier Highway, Juneau
03 360	Lemon Creek	AEL&P	5601 Tonsgard Court, Juneau
03 370	North Douglas	Juneau Fire Station	820 Glacier Avenue, Juneau
03 380	Salmon Creek	Tlingit & Haida Community Council	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 Road, Juneau
04 420	Mendenhall Valley No. 2	Carrs/Safeway	3033 Vintage Boulevard, Juneau
04 430	Mendenhall Valley No. 3	Glacier Valley Baptist Church	3921 Mendenhall Loop Road, Juneau
04 440	Mendenhall Valley No. 4	Shepherd of the Valley Lutheran Church	4212 Mendenhall Loop Road, 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 3rd, from 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 888-383-8683.

If you have questions regarding the election, please contact the Municipal Clerk's Office at 586-5278.

A sample ballot, including the text of both propositions plus a listing of all candidates, is available online at www.juneau.org.