## 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:

<table>
<thead>
<tr>
<th>Assemblymember District 1</th>
<th>Mayor</th>
<th>School Board</th>
</tr>
</thead>
<tbody>
<tr>
<td>David G. Stone</td>
<td>Bruce Botelho</td>
<td>Andi (Andrea) Story</td>
</tr>
<tr>
<td>4070</td>
<td>4621</td>
<td>4656</td>
</tr>
<tr>
<td>Mark Stopha</td>
<td>Bradley J. Fluetsch</td>
<td>Mark Choate</td>
</tr>
<tr>
<td>2878</td>
<td>2922</td>
<td>4116</td>
</tr>
<tr>
<td>Write-in</td>
<td>Write-in</td>
<td>Phyllis Carlson</td>
</tr>
<tr>
<td>52</td>
<td>56</td>
<td>3638</td>
</tr>
</tbody>
</table>

| Assemblymember District 2 | |
|---------------------------| |
| Sara Chambers             | Andi (Andrea) Story |
| 3587                      | 4656 |
| Jean M. Christian         | Mark Choate |
| 3364                      | 4116 |
| Write-in                  | Phyllis Carlson |
| 40                        | 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, 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?

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and Borough of Juneau, Alaska, regarding the use of interest earnings on the proceeds of the sale of obligations, be repealed, as set forth in Ordinance 2006-27?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

<table>
<thead>
<tr>
<th>Precinct Number</th>
<th>Precinct Name</th>
<th>Precinct Location</th>
<th>Votes Cast</th>
</tr>
</thead>
<tbody>
<tr>
<td>03 300</td>
<td>Douglas</td>
<td>Douglas Library</td>
<td>516</td>
</tr>
<tr>
<td>03 310</td>
<td>Juneau No. 1</td>
<td>Assembly Chambers</td>
<td>201</td>
</tr>
<tr>
<td>03 320</td>
<td>Juneau No. 2</td>
<td>St. Ann’s Parish Hall</td>
<td>330</td>
</tr>
<tr>
<td>03 330</td>
<td>Juneau No. 3</td>
<td>Juneau Senior Center</td>
<td>511</td>
</tr>
<tr>
<td>03 340</td>
<td>Juneau No. 4</td>
<td>Cedar Park</td>
<td>396</td>
</tr>
<tr>
<td>03 350</td>
<td>Juneau Airport</td>
<td>Nugget Mall</td>
<td>311</td>
</tr>
<tr>
<td>03 360</td>
<td>Lemon Creek</td>
<td>AEL&amp;P</td>
<td>251</td>
</tr>
<tr>
<td>03 370</td>
<td>North Douglas</td>
<td>Juneau Fire Station</td>
<td>480</td>
</tr>
<tr>
<td>03 380</td>
<td>Salmon Creek</td>
<td>Tlingit &amp; Haida Community</td>
<td>258</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Council Building</td>
<td></td>
</tr>
<tr>
<td>03 390</td>
<td>Switzer Creek</td>
<td>Gruening Park Recreation Center</td>
<td>149</td>
</tr>
<tr>
<td>04 410</td>
<td>Mendenhall Valley No. 1</td>
<td>Mendenhall Mall</td>
<td>433</td>
</tr>
<tr>
<td>04 420</td>
<td>Mendenhall Valley No. 2</td>
<td>Carrs/Safeway</td>
<td>520</td>
</tr>
<tr>
<td>04 430</td>
<td>Mendenhall Valley No. 3</td>
<td>Glacier Valley Baptist Church</td>
<td>518</td>
</tr>
<tr>
<td>04 440</td>
<td>Mendenhall Valley No. 4</td>
<td>Shepherd of the Valley</td>
<td>581</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Lutheran Church</td>
<td></td>
</tr>
<tr>
<td>04 450</td>
<td>Auke Bay - Fritz Cove</td>
<td>Auke Bay Fire Station</td>
<td>482</td>
</tr>
<tr>
<td>04 460</td>
<td>Lynn Canal</td>
<td>Auke Bay Ferry Terminal</td>
<td>443</td>
</tr>
<tr>
<td>16</td>
<td>General Stats</td>
<td>District 1</td>
<td>District 2</td>
</tr>
<tr>
<td>----</td>
<td>---------------</td>
<td>------------</td>
<td>------------</td>
</tr>
<tr>
<td></td>
<td>Voter Turnout</td>
<td>Reg. Voters</td>
<td>Ballots Cast</td>
</tr>
<tr>
<td>Total Predicts</td>
<td>Total Reported</td>
<td>Total</td>
<td>Reg. Voters</td>
</tr>
<tr>
<td>Total</td>
<td>32.21%</td>
<td>24239</td>
<td>7808</td>
</tr>
<tr>
<td>3-300 Douglas</td>
<td>29.59%</td>
<td>1744</td>
<td>266</td>
</tr>
<tr>
<td>3-310 Inu 1</td>
<td>21.45%</td>
<td>937</td>
<td>88</td>
</tr>
<tr>
<td>3-320 Inu 2</td>
<td>33.67%</td>
<td>980</td>
<td>100</td>
</tr>
<tr>
<td>3-330 Inu 3</td>
<td>34.36%</td>
<td>1487</td>
<td>9</td>
</tr>
<tr>
<td>3-340 Inu 4</td>
<td>28.59%</td>
<td>1385</td>
<td>194</td>
</tr>
<tr>
<td>3-350 Inu Airport</td>
<td>24.11%</td>
<td>1290</td>
<td>156</td>
</tr>
<tr>
<td>3-360 Lemon Crk</td>
<td>21.62%</td>
<td>1161</td>
<td>137</td>
</tr>
<tr>
<td>3-370 N Douglas</td>
<td>35.74%</td>
<td>1343</td>
<td>162</td>
</tr>
<tr>
<td>3-380 Salmon Crk</td>
<td>26.82%</td>
<td>962</td>
<td>99</td>
</tr>
<tr>
<td>3-390 Switzer Crk</td>
<td>15.90%</td>
<td>937</td>
<td>76</td>
</tr>
<tr>
<td>4-410 MV 1</td>
<td>19.66%</td>
<td>2202</td>
<td>236</td>
</tr>
<tr>
<td>4-420 MV 2</td>
<td>22.65%</td>
<td>2296</td>
<td>278</td>
</tr>
<tr>
<td>4-430 MV 3</td>
<td>24.48%</td>
<td>2116</td>
<td>294</td>
</tr>
<tr>
<td>4-440 MV 4</td>
<td>24.58%</td>
<td>2364</td>
<td>323</td>
</tr>
<tr>
<td>4-450 Auke/Fritz</td>
<td>25.41%</td>
<td>1897</td>
<td>228</td>
</tr>
<tr>
<td>4-460 Lynn Canal</td>
<td>38.93%</td>
<td>1138</td>
<td>200</td>
</tr>
<tr>
<td>Absentee</td>
<td>1021</td>
<td>342</td>
<td>581</td>
</tr>
<tr>
<td>Questioned</td>
<td>407</td>
<td>154</td>
<td>192</td>
</tr>
</tbody>
</table>

October 10, 2006
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

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.

<table>
<thead>
<tr>
<th>Precinct Number</th>
<th>Precinct Name</th>
<th>Precinct Location</th>
<th>Precinct Address</th>
</tr>
</thead>
<tbody>
<tr>
<td>03 300</td>
<td>Douglas</td>
<td>Douglas Library</td>
<td>1016 Third Ave., Douglas</td>
</tr>
<tr>
<td>03 310</td>
<td>Juneau No. 1</td>
<td>Assembly Chambers</td>
<td>155 S. Seward St., Juneau</td>
</tr>
<tr>
<td>03 320</td>
<td>Juneau No. 2</td>
<td>Cathedral of the Nativity of the BVM Parish Hall</td>
<td>430 5th Ave., Juneau</td>
</tr>
<tr>
<td>03 330</td>
<td>Juneau No. 3</td>
<td>Juneau Senior Center</td>
<td>895 W. 12th St., Juneau</td>
</tr>
<tr>
<td>03 340</td>
<td>Juneau No. 4</td>
<td>Cedar Park</td>
<td>3414 Foster Ave., Juneau</td>
</tr>
<tr>
<td>03 350</td>
<td>Juneau Airport</td>
<td>Nugget Mall</td>
<td>8745 Glacier Highway, Juneau</td>
</tr>
<tr>
<td>03 360</td>
<td>Lemon Creek</td>
<td>AEL&amp;P</td>
<td>5601 Tonsgard Ct., Juneau</td>
</tr>
<tr>
<td>03 370</td>
<td>North Douglas</td>
<td>Juneau Fire Station</td>
<td>820 Glacier Ave., Juneau</td>
</tr>
<tr>
<td>03 380</td>
<td>Salmon Creek</td>
<td>Tlingit &amp; Haida Community Council Building</td>
<td>3235 Hospital Drive, Juneau</td>
</tr>
<tr>
<td>03 390</td>
<td>Switzer Creek</td>
<td>Gruening Park Recreation Center</td>
<td>1800 Northwood Drive, Juneau</td>
</tr>
<tr>
<td>04 410</td>
<td>Mendenhall Valley No. 1</td>
<td>Mendenhall Mall</td>
<td>9105 Mendenhall Mall Rd., Juneau</td>
</tr>
<tr>
<td>04 420</td>
<td>Mendenhall Valley No. 2</td>
<td>Carrs/Safeway</td>
<td>3033 Vintage Blvd., Juneau</td>
</tr>
<tr>
<td>04 430</td>
<td>Mendenhall Valley No. 3</td>
<td>Glacier Valley Baptist Church</td>
<td>3921 Mendenhall Loop Rd., Juneau</td>
</tr>
<tr>
<td>04 440</td>
<td>Mendenhall Valley No. 4</td>
<td>Shepherd of the Valley Lutheran Church</td>
<td>4212 Mendenhall Loop Rd., Juneau</td>
</tr>
<tr>
<td>04 450</td>
<td>Auke Bay - Fritz Cove</td>
<td>Auke Bay Fire Station</td>
<td>11900 Glacier Highway, Juneau</td>
</tr>
<tr>
<td>04 460</td>
<td>Lynn Canal</td>
<td>Auke Bay Ferry Terminal</td>
<td>13.8 Mile Glacier Highway, Juneau</td>
</tr>
</tbody>
</table>

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:

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:

TURN BALLOT OVER TO CONTINUE VOTING

-- Front Card 1 --

ASSEMBLY DISTRICT 1
VOTE FOR NOT MORE THAN ONE
MARK STOPHA
DAVID G. STONE
Write-in

JEAN M. CHRISTIAN
Write-in

ASSEMBLY DISTRICT 2
VOTE FOR NOT MORE THAN ONE
SARA CHAMBERS

Write-in

Write-in

MAYOR
VOTE FOR NOT MORE THAN ONE
BRUCE BOTELHO
BRADLEY J. FLUETSCH
Write-in

MARK CHOATE
ANDI (ANDREA) STORY
Write-in

Write-in

PHYLIS CARLSON
Write-in

Write-in

SCHOOL BOARD
VOTE FOR NOT MORE THAN THREE
BRUCE BOTELHO
BRADLEY J. FLUETSCH
Write-in

MARK CHOATE
ANDI (ANDREA) STORY
Write-in

Write-in

Write-in

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
 Она может предложить изменения в уставе с помощью постановления. Для того чтобы изменение устава вступило в силу, оно должно быть принято большинством голосующих. На июль 31, 2006 год, собрание городского и городского управления Джунейн приняло постановление №2006-27, которое предлагало изменить статью 10.13 устава.

Статья 10.13 устава Джунейн складывается следующим образом:

Все доходы и прибыли, полученные от инвестирования средств, полученных от продажи обязательств, должны быть использованы исключительно для целей, для которых были внесены эти обязательства.

Постановление 2006-27 обеспечило, что в настоящее время, согласно уставу Джунейн, доходы по интересам по облигациям должны быть использованы „исключительно для целей, для которых были внесены эти обязательства.” Наличие данной статьи в уставе ограничивает использование доходов от облигаций только на один проект. Наличие возможности распределять доходы от облигаций на другие проекты может быть полезным и способствовать более эффективному выполнению проектов, которые имеют финансовые ограничения. Под этой предложенной поправкой, использование доходов от облигаций может быть направлено посредством постановления на другие проекты.

Если поправка будет принята, статья 10.13 будет наложена, как следующее:

Собранное 10.13. [Принято]

Баллот Пропозиция №2

Следует ли статье 10.13 Устава города и городского управления Джунейн, относящейся к использованию доходов по интересам на средства, полученные от продажи обязательств, быть наложена, как установлено в постановлении 2006-27?
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%
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)

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

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.

3.00% Temporary sales tax until June 30, 2007

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

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

-3- Ord. 2006-28(b)
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 [ ]

-4- Ord. 2006-28(b)
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.

[Signature]
Bruce Botelho, Mayor

Attest:

[Signature]
Laurie J. Sica, Clerk
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]

//

//
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 [ ]
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.

[Signature]
Bruce Botelho, Mayor

Attest:

[Signature]
Laurie J. Sica, Clerk
Proposition 1:
Extending the temporary 3% sales tax

Proposition 2:
Charter amendment regarding bond investment interest
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.
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 funding 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.
# POLLING PLACES - MUNICIPAL ELECTION - OCTOBER 3, 2006

<table>
<thead>
<tr>
<th>Precinct Number</th>
<th>Precinct Name</th>
<th>Precinct Location</th>
<th>Precinct Address</th>
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<tbody>
<tr>
<td>03 300</td>
<td>Douglas</td>
<td>Douglas Library</td>
<td>1016 Third Street, Douglas</td>
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<tr>
<td>03 310</td>
<td>Juneau No. 1</td>
<td>Assembly Chambers</td>
<td>155 S. Seward Street, Juneau</td>
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<tr>
<td>03 320</td>
<td>Juneau No. 2</td>
<td>Cathedral of the Nativity Parish Hall</td>
<td>430 5th Avenue, Juneau</td>
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<tr>
<td>03 330</td>
<td>Juneau No. 3</td>
<td>Juneau Senior Center</td>
<td>895 W. 12th Street, Juneau</td>
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<tr>
<td>03 340</td>
<td>Juneau No. 4</td>
<td>Cedar Park</td>
<td>3414 Foster Avenue, Juneau</td>
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<tr>
<td>03 350</td>
<td>Juneau Airport</td>
<td>Nugget Mall</td>
<td>8745 Glacier Highway, Juneau</td>
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<tr>
<td>03 360</td>
<td>Lemon Creek</td>
<td>AEL&amp;P</td>
<td>5601 Tonsgard Court, Juneau</td>
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<tr>
<td>03 370</td>
<td>North Douglas</td>
<td>Juneau Fire Station</td>
<td>820 Glacier Avenue, Juneau</td>
</tr>
<tr>
<td>03 380</td>
<td>Salmon Creek</td>
<td>Tlingit &amp; Haida Community Council</td>
<td>3235 Hospital Drive, Juneau</td>
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<tr>
<td>03 390</td>
<td>Switzer Creek</td>
<td>Gruening Park Recreation Center</td>
<td>1800 Northwood Drive, Juneau</td>
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<tr>
<td>04 410</td>
<td>Mendenhall Valley No. 1</td>
<td>Mendenhall Mall</td>
<td>9105 Mendenhall Mall Road, Juneau</td>
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<tr>
<td>04 420</td>
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<td>Carrs/Safeway</td>
<td>3033 Vintage Boulevard, Juneau</td>
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<td>04 430</td>
<td>Mendenhall Valley No. 3</td>
<td>Glacier Valley Baptist Church</td>
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<tr>
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<td>Shepherd of the Valley Lutheran Church</td>
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<tr>
<td>04 450</td>
<td>Auke Bay - Fritz Cove</td>
<td>Auke Bay Fire Station</td>
<td>11900 Glacier Highway, Juneau</td>
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<tr>
<td>04 460</td>
<td>Lynn Canal</td>
<td>Auke Bay Ferry Terminal</td>
<td>13.8 Mile Glacier Highway, Juneau</td>
</tr>
</tbody>
</table>

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.