



Application for Bonds

A request for the Alaska Municipal Bond Bank Authority (the Bond Bank) to purchase a revenue or general obligation bond issue of the applicant. This isn't considered a commitment on the part of the applicant or the Bond Bank. Additional information may be requested before a final recommendation.

I. General Information			
A. Name of Governmental Unit (Applicant):			
CITY AND BOROUGH OF SITKA, ALASKA			
B. Type of government (home rule, first class, authority, etc.):			
Unified Home Rule Municipality			
C. Contact Person for the government:			
Name:		Title:	
John P. (Jay) Sweeney		Chief Financial & Administrative Officer	
Address:		City: State: Zip:	
100 Lincoln Street		Sitka	AK 99835
Phone:		Fax: E-mail:	
(907)-747-1836		(907)-747-7403 jay.sweeney@cityofsitka.org	
D. Applicant's Bond Counsel:			
Name:		Title:	
David Thompsen		Attorney, Stradling Yocca Carlson & Rauth	
Address:		City: State: Zip:	
999 Third Avenue, Suite 3610		Seattle	WA 98104
Phone:		Fax: E-mail:	
(206)-829-3006		(206)-299-4117 DThompson@SYCR.com	
E. Applicant's Financial Advisor or Underwriter (if applicable):			
Name:		Title:	
Address:		City: State: Zip:	
Phone:		Fax: E-mail:	

II. Issue Information

A. Total amount of bond purchase request:

\$8,000,000 in Net Project Proceeds

B. Total term of requested loan: 20 years

C. Preferred principal and interest payment months: Aug/Feb principal /interest Aug interest only

D. If a bond election is required, provide a copy of the bond election ordinance and ballot proposition

If a bond election has been held, provide the votes for and against the issue(s):

Yes:	No:	Percent of registered voters casting ballots:
		%

Does the municipality intend to pledge any specific assets or taxes in addition to property tax? Provide details:

The Municipality will pledge harbor proprietary fund revenues.

E. Will you need interim financing?

1. If applicable, provide interim financing information:

Amount:	Maturity:	Rate:	Lender:

2. Provide information that would impact the Bond Bank's ability to retire the interim financing with permanent financing. ☐ Attached

F. Describe project to be financed, including the information requesting in 1-6. If this information is available in a project feasibility study, you may reference and attach it.

- Are engineering and specifications completed? ☐ Yes ☒ No
- If not, when are they projected for completion? 1/1/2019
- Have construction bids been awarded? ☐ Yes ☒ No
- Are there additional state or local approvals required? ☒ Yes ☐ No
- Describe timing/scheduling plan: Design 7/18 - 1/19, bid 2/19, permitting 3/19 - 4/19, construction 10/19 - 3/20

6. What is the projected completion date? 3/20

The Crescent Harbor Reconstruction Phase 1 (Float Replacement) project is planned to replace the deteriorated infrastructure of Crescent Harbor. Crescent Harbor was constructed in 1965 with additional floats added over the next 5 years. Major repairs were undertaken in 2002 and 2005. The infrastructure built between 1965 and 1970 has reached the end of its service life and has deteriorated to the point wherein in-house repairs are no longer sufficient to adequately maintain the facility. In addition, portions of the facility do not meet ADA accessibility

requirements.

Bonding proceeds will be utilized to most of the Municipality's portion of the overall project cost not provided by a State of Alaska Municipal Harbor Matching Grant. The Municipality will contribute \$1,000,000 of Harbor Fund working capital to the project.

The scope of Phase 1 of the project will involve replacement of existing wooden floats 1, 2, 3, and 4. In addition, the floats used to moor boats, headwalk floats, and walk-down ramps will be replaced. Also included in the project scope is the replacement of the existing potable water, fire protection, electrical infrastructure, and lighting fixtures. Slip sizes may be adjusted to accommodate current and future vessel requirements.

G. Sources of uses of funds

Sources of Funds		Uses of Funds	
Bonds (this application)	\$ 8,025,000	Construction	\$ 10,250,000
Federal Funds*	\$	Engineering	\$ 1,100,000
State Funds*	\$ 5,000,000	Contingency	\$ 1,600,000
Applicant's Funds	\$ 1,000,000	Cost of Issuance	\$ 25,000
Other (specify)	\$	Other	\$
Total: \$ 14,025,000		Total: \$ 14,025,000	

*If federal or state funds are involved, provide a complete description of the status and uses of these funds.

* State of Alaska Municipal Harbor Matching Grant

1. Indicate which costs, including costs of issuance, would be paid for with AMBBA bond proceeds:

Bond proceeds would be used to pay for costs of construction, contingencies, and costs of issuance.

Working capital will be used predominantly to pay for engineering costs.

III. Credit Information

A. Provide the loan agreements or copies of the cover page of official statements for your government's outstanding bonds.

All outstanding bonds have been issued through the AMBBA.

B. Has your municipality entered into lease purchase agreements or other financing agreements supported by General Fund revenues? ☐ Yes ☒ No

If yes, provide amount of financed, purpose and principal amount outstanding. \$

The Municipality is applying to issue proprietry fund revenue bonds.

C. Are any of the above referenced issues supported by special assessments on benefited property, revenues, user fees or state reimbursement for school construction projects? ☒ Yes ☐ No

If yes, please attach details. ☐ Attached

Harbor revenue bonds (AMBBA 2013, Series 1) are supported by harbor moorage fees and State of Alaska Fisheries Resource Landing Tax Proceeds ("Raw Fish Tax")

D. Has your government ever failed to meet its debt service coverage requirements or other covenants on general obligation, revenue, or special assessment bonds? ☐ Yes ☒ No

If yes, please attach an explanation. ☐ Attached

E. Has your government ever defaulted on any of its general obligation, revenue, or special assessment bonds? ☐ Yes ☒ No

If yes, please attach an explanation. ☐ Attached

F. Provide information on the amount, timing, and purpose of any bonds you have authorized by the voters, but not yet issued. ☐ Attached.

Sitka does not have any bonds authorized by the voters but not yet issued.

G. Attach your government's forecast on amount, timing, and purpose of future general obligation or revenue bond financing. If this information is available in your long-term plan, provide a copy.

☐ Attached

**Attached long-range fiscal plans detail proposed future revenue bond financings.
The attached fiscal plans HAVE NOT been approved by the Assembly, however, and
do not constitute a commitment to future debt issuance.**

H. Give a brief summary of your local economy. Include major industries and their projections. Describe any positive or negative trends or factors. (If this information is available in an annual report, provide a copy with your application.) ☒ Attached (in CAFR)

Are any of the community's major employers expected to make changes in work force or operations?

☐ Yes ☐ No

If yes, provide an explanations. ☐ Attached

J. Please provide population figures for your community for the last five years. Indicate the source of your figures.

Year	Population	Source
	In CAFR	

L. Provide assessed valuation and property tax collected for all taxable property within your corporate limits for the past five years. ☐ Attached *CAFR*

M. Provide your audited financial statements from the last two years (provide your unaudited statement if audit hasn't been preformed). ☒ Attached *(CAFR)*

N. Provide your current year's budget. ☒ Attached *(BUDGET)*

O. Provide your capital improvement plan. ☒ Attached *(In BUDGET)*

P. Provide any other financial or economic information that will assist evaluation of your application.
☐ Attached

IV. Legal Information

A. Provide a certificate of your legal counsel that establishes there is no litigation pending or threatened in any court in any way:

1. affecting the corporate existence of your government, or the titles of officers to their respective offices, or seeking to restrain or enjoin the issuance, sale or delivery of the bonds, or the right of the applicant to levy and collect taxes pledged or to be pledged to pay the principal of and interest on the bonds, or the pledge thereof, or in any way contesting or affecting the validity or enforceability of the bonds or the loan agreement between the applicant and the Bond Bank, or contesting the power of your government or your authority with respect to the bonds; or
2. against your government or involving any of the property or assets of or under the control of your government, which , whether individually or in the aggregate involves the possibility of any judgement or uninsured liability which may result in any material change in the revenues properties, or assets, or in the condition, financial or otherwise, of your government.

B. An opinion or certificate to the same effect, dated the date of the closing, shall be delivered to the Bond Bank on the date of closing.

C. If any such litigation is pending or threatened, attach a description of the litigation, including caption and case number, description of the relief requested as it pertains to the matters described, and the procedural status of the litigation

The facts and representations in this application and all attachments are true and accurate in all respects and no material facts are omitted to the best of my knowledge

Name (print)

Title

Signature

Date of Application

Please return all applications to:
Deven Mitchell
Alaska Municipal Bond Bank Authority
Department of Revenue
PO Box 110405
Juneau, AK 99811-0405
(907)465-2388 phone
(907)465-2389 fax
deven_mitchell@revenue.state.ak.us

NO LITIGATION CERTIFICATE

I, BRIAN E. HANSON, the duly appointed, qualified and acting Municipal Attorney of the City and Borough of Sitka, Alaska ("CBS"), in connection with CBS's application to the Alaska Municipal Bond Bank (the "Bond Bank") relating to CBS's proposed issuance of revenue bonds ("Bonds") to finance a portion of the cost of certain improvements for CBS's Crescent Harbor renovation project, DO HEREBY CERTIFY that as of the date hereof, to my knowledge, there is no litigation pending or threatened in any court in any way:

1. affecting the corporate existence of CBS, or the titles of CBS officers to their offices, or seeking to restrain or enjoin CBS's application to the Bond Bank, the proposed issuance of the Bonds, or the right of CBS to establish and collect rates and charges for CBS's Crescent Harbor renovation project to be pledged to pay the principal of the interest on the Bonds, or in any way contesting the power of CBS with respect to the Bonds; or

2. against CBS involving any of the property or assets of or under the control of CBS that, whether individually or in the aggregate, involves the possibility of any judgement or uninsured liability that may result in any material change in the revenues, properties, or assets of CBS, or in the condition, financial or otherwise, of CBS.

DATED this _____ day of _____, 2018

CITY AND BOROUGH OF SITKA, ALASKA

By: Brian E. Hanson
Its: Municipal Attorney