

CLERK'S OFFICE

APPROVED

Date: 6-13-00

Submitted by: Chair of the Assembly at the
Request of the Mayor

Prepared by: Finance Department

For Reading: May 16, 2000

ANCHORAGE, ALASKA

AO NO. 2000-89

AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION 6.50.060 TO FURTHER
DEFINE THE OWNERSHIP CONCENTRATION ALLOWED FOR INDIVIDUAL, PUBLICLY-TRADED
COMPANIES HELD BY THE MOA TRUST FUND

WHEREAS, the MOA Trust Fund investment guidelines were originally codified
April 6, 2000 per AO 99-50(S) as amended; and

WHEREAS, the MOA Trust Fund's Investment Statement Policy (approved by
the Investment Advisory Commission April 30, 1999 and later amended May 27, 1999) calls for
an annual review of investment guidelines; and

WHEREAS, market conditions over the past year have highlighted the need to
address the issue of ownership concentration with respect to individual, publicly-traded
companies (i.e., equity securities) held by the MOA Trust Fund; and

WHEREAS, the MOA Trust Fund's outside investment consultant (Callan
Associates) and the Investment Advisory Commission reviewed the current Code provision on
February 23, 2000 and then again on May 3, 2000, and agree that further definition is needed
regarding ownership concentration in equity securities in order to provide greater flexibility to
the MOA Trust Fund's outside portfolio managers.

NOW, THEREFORE, the Assembly hereby ordains:

Section 1. Anchorage Municipal Code subsection 6.50.060.G is amended to read as
follows:

6.50.060 MOA Trust Fund

G *Investment Restrictions.* Notwithstanding any other provision of this title
investment of the assets of the Fund shall be restricted as follows:

1. *Equity Securities:* No more than

a. Sixty-five percent (65%) of the Fund Assets may be invested
in equity investments;

b. The greater of [F]ive percent (5%) or 1.5 times the security's
weight in the S&P 500 stock index of the market value of the equity
portfolio assets, [AFTER BEING MARKED TO MARKET] at the
time of the purchase, shall be invested in the equity securities of
any one issuer;

c. Five percent (5%) of the voting stock of any corporation may be acquired by the Fund.

Section 2. This ordinance shall become effective immediately upon its passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Municipal Assembly this 13th day of June, 2000.

Taylor Hemmigen
Chair

ATTEST:

Lepore Arguason
Municipal Clerk

**Municipality of Anchorage
MUNICIPAL CLERK'S OFFICE
Agenda Document Control Sheet**

AO 2000-89

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

1	SUBJECT OF AGENDA DOCUMENT		DATE PREPARED		
	An Ordinance amending AMC Section 6.50.060 to further define the ownership concentration allowed for individual, publicly-traded companies held by the MOA Trust Fund		May 8, 2000		
			Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM		
2	DEPARTMENT NAME		DIRECTOR'S NAME		
	Finance Department		Soren Orley		
3	THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY		HIS/HER PHONE NUMBER		
	Daniel Moore		343-4092		
4	COORDINATED WITH AND REVIEWED BY	INITIALS	DATE		
	X Mayor				
	Municipal Clerk				
	X Municipal Attorney	<i>DMH</i>	5-10-00		
	Employee Relations				
	X Municipal Manager	<i>DM</i>	5/10/00		
	Cultural & Recreational Services				
	Fire				
	Health & Human Services				
	Merrill Field Airport				
	Municipal Light & Power				
	X Office of Management & Budget	<i>DM</i>	5-9-00		
	Police				
	Port of Anchorage				
	Public Works				
	Solid Waste Services				
	Transit				
	Water & Wastewater Utility				
	X Executive Manager	<i>DM</i>	5/9/00		
	Community Planning & Development				
	X Finance, Chief Fiscal Officer	<i>DM</i>			
	Management Information Services				
	Property & Facility Management				
	Purchasing				
	Other				
5	SPECIAL INSTRUCTIONS/COMMENTS				
	<i>T.B.T. Introduction</i>				
6	ASSEMBLY HEARING DATE REQUESTED		7	PUBLIC HEARING DATE REQUESTED	
	May 16, 2000			June 13, 2000	