

Date: 11-21-00

Submitted by: Chair of the Assembly  
at the Request of the Mayor  
Prepared by: Department of Finance  
For reading: NOVEMBER 21, 2000

ANCHORAGE, ALASKA  
AO NO. 2000-162(S)

AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION 6.50.060 TO  
PROVIDE FOR THE USE OF THE CORPUS AND EARNINGS OF THE ATU TRUST FUND  
RESERVE (FUND 731), "THE RESERVE"

THE ANCHORAGE ASSEMBLY ORDAINS:

**Section 1.** Anchorage Municipal Code section 6.50.060 is hereby amended in part to read as follows:

**6.50.060      ATU Trust Fund.**

A. *ATU Trust Fund established.* Pursuant to Charter § 13.11, there is hereby established the ATU Trust Fund as Fund 730 (to be entitled "MOA Trust Fund") to account exclusively for the proceeds derived from the sale of ATU and the earnings thereon. Additionally, there is hereby established an ATU Trust Fund Reserve as Fund 731 in which the ATU Revenue Bond Reserve Investment and any other amount the assembly may want to add from time to time to replenish the reserve will be deposited, the corpus or earnings of which Reserve to be used in the event that earnings on the ATU Trust Fund do not equal \$9.4 million/year, [OR] for additional reduction in property taxes, and/or to supplement property taxes levied to fund the Municipal budget in excess of the tax increase limitation in an amount not to exceed \$10 million, as may be determined by the assembly and/or to defease bonds upon the approval of the assembly.

B. *Assembly appropriation.* The municipal assembly shall appropriate the earnings from the Fund 730 on an annual basis to (1) replace the annual dividends from ATU up to 9.4 million, (2) reduce property taxes, or (3) reinvest in the trust fund.

C. *Definitions.* In this section, unless the context clearly indicates otherwise:

*Corpus of the ATU Trust Fund (or corpus)* means the balance of the proceeds from the sale of ATU after retirement of ATU debt, and other municipal debt as may be determined by the assembly, deposited in the ATU Trust Fund plus additions thereto as an adjustment for average annual inflation and any other amounts the assembly may want to add.

*Earnings* means the amount of interest, dividends, realized and unrealized gains and losses from investment of the assets of the ATU Trust Fund as of December 31 of the calendar year preceding the budget year.

*Fund* means the ATU Trust Fund and ATU Trust Fund Reserve.

*Inflation* means the total percentage increase in the average Anchorage Consumer Price Index (CPI-U) in any calendar year from the average of such index for preceding calendar year, as published by the U.S. Department of Labor.

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*(The remainder of this section is not affected by this amendment and is therefore not set out.*

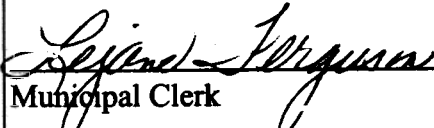
(AO No. 99-50(S), § , 4-6-99; AO No. 99-156, § , 1- -00)

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

PASSED AND APPROVED by the Anchorage Assembly this 21<sup>st</sup> day of November, 2000.

  
Chair of the Assembly

ATTEST:

  
Municipal Clerk