

Submitted by: Assembly Member Allan Tesche
Prepared by: Anchorage Police & Fire Medical
Trust Board
For reading: April 15, 2008

**ANCHORAGE, ALASKA
AO NO. 2008-60**

1 **AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY APPROPRIATING**
2 **\$1,938,573 DOLLARS TO FUND 713 TO REMEDY THE DIMINUTION OF BENEFITS**
3 **TO THE ANCHORAGE POLICE AND FIRE RETIREES MEDICAL TRUST (APFRMT)**
4 **AS A CONSEQUENCE OF THE APPLICATION OF THE UNRELIABLE FORMULA**
5 **RELATED TO THE MUNICIPAL CONTRIBUTIONS TO THE HEALTH**
6 **REIMBURSEMENT ARRANGEMENT SET FORTH IN ANCHORAGE MUNICIPAL**
7 **CODE (AMC) AMC 3.87.060.**
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10 WHEREAS, in 1995 the municipality established the retiree medical funding
11 program for police officers and fire fighters; and
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13 WHEREAS, AMC 3.87.060 established a health reimbursement arrangement
14 and set forth the criteria for municipal contributions; and
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16 WHEREAS, the increase in the municipal contributions is tied to the national
17 medical Consumer Price Index, which is an unreliable indicator of actual medical costs
18 to the Anchorage Police and Fire Retiree's Medical Trust ("APFRMT"); and
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20 WHEREAS, over the years, medical insurance costs have increased 305%, but
21 the health reimbursement and entitlement for APFRMT has only increased 148%,
22 thereby resulting in a diminution of benefits to the loyal and dedicated public safety
23 retirees; and
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25 WHEREAS, the Anchorage Assembly recognizes the loyalty and dedicated
26 service Police and Fire Retirees have preformed for the Municipality and its citizens;
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28 THE ANCHORAGE ASSEMBLY ORDAINS:
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30 **Section 1.** The Anchorage Assembly hereby appropriates \$1,938,573 dollars
31 from fund 719 (Retirement Certificates of Participation) to fund 713 (Retiree
32 Medical Trust) to remedy the diminution of medical benefits suffered by the
33 Police and Fire Retirees entitled to benefits under AMC 3.87.010-3.87.070.
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35 **Section 2.** This ordinance is effective upon passage and approval of the
36 Anchorage Assembly.
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PASSED AND APPROVED by the Anchorage Assembly this _____day of _____, 2008.

Chair

ATTEST:

Municipal Clerk