Submitted by: Chair of the Assembly at the Request of the Mayor CLERK'S OFFICE **Employee Relations** Prepared by: APPROVED Date: 8-18-78 July 21, 1998 For Reading: ANCHORAGE, ALASKA AO NO. 98 -130

AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION 3.30.125 TO AUTHORIZE THE DIRECTOR OF EMPLOYEE RELATIONS TO APPROVE HIGHER STEP PLACEMENT OR ADDITIONAL WAGE COMPENSATION OF EMPLOYEES IN ESSENTIAL JOB CLASSIFICATIONS TO MEET COMPETITIVE MARKET CONDITIONS OR **RECRUITMENT DIFFICULTIES.** 

## THE ANCHORAGE ASSEMBLY ORDAINS

That Section 3.30.125 of the Anchorage Municipal Code is amended by the addition Section 1. of new subsections F, and G, to read as follows:

#### 3.30.125 Advancements Within a Pay Range

A. - E. (No change)

- Special Compensation Adjustment. The director may, upon request of an agency E. head, authorize placement at a higher step in the range than is presently earned by the employee through merit step advancement. The agency head must provide evidence that such step placement is essential to retain an employee with unique qualifications and/or demonstrate that there is a specific and special need to retain the employee's services or where recruitment difficulties and market conditions necessitate such an action. The employee's merit anniversary date shall not be changed because of a special compensation adjustment.
- Market Based Compensation Adjustment. In the event the director determines that <u>G.</u> market conditions require certain essential job classifications to be compensated above the existing range to enable the Municipality to attract and/or retain qualified personnel, the director may designate certain iob classifications as critical to the Municipality. Individual incumbents occupying such job classifications may be compensated at a rate or amount not to exceed 125% of the maximum step of the range. Market based compensation adjustments may be paid as additional pay in monthly, quarterly or semi-annual amounts as determined by the director. Market based compensation adjustments are temporary in nature and may cease at any time as determined by the director.

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Section 2. That this ordinance is effective upon passage and approval of the Anchorage Assembly. PASSED AND APPROVED by the Anchorage Assembly this  $18^{th}$  day of ugush, 1998. Fay Von Hemmingen ATTEST: Fergusa

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# MUNICIPALITY OF ANCHORAGE ASSEMBLY MEMORANDUM

No. AM 753-98

Meeting Date: July 21, 1998

From: Mayor Subject: **Special Compensation Adjustment** 4 5 AO 98 -130 provides the Employee Relations Director with the flexibility required to ensure 6 that the Municipality's salary structure is competitive in certain essential positions. It 7 achieves this in two ways: 8 9 1 It allows the Director to advance the step placement of an employee 10 beyond that earned by annual merit increases where there is adequate 11 documentation of special market conditions, or other special 12 circumstances where retention of a gualified employee with special 13 skills is in the best interest of the Municipality. 14 15 2. It allows the Director to designate certain job classifications as critical to 16 the Municipality and thus eligible for additional compensation. Such 17 compensation adjustments are temporary in nature and may cease at any 18 time as determined by the Director. 19 20 This type of flexibility is essential in the current market place for such critical skills as 21 information technology. 22 23 Passage of AO 98 -130 is recommended. 24 25 26 Concur: Recommended by: 27 28 29 Thomas C. Tiernev 30 George akalis **Municipal Manager Employee Relations Director** 32 33 Respectfully\_submitted, 34 35 36 **Rick Mystrom** 37 38 Mayor

AO 98-130

## MUNICIPALITY OF ANCHORAGE Summary of Economic Effects - General Government

AO Number: 98-130 Title Sponsor:	: Special Compensa	tion Adjustmer	ht	
Preparing Agency: Employee R Others Impacted:	elations			
CHANGES IN EXPENDITURES A	ND REVENUES:	(Thousa	ands of Dollars)	
******	FY98	FY99	FY00	FY01
Operating Expenditures 1000 Personal Services 2000 Supplies 3000 Other Services 4000 Debt Service 5000 Capital Outlay				
TOTAL DIRECT COSTS:	0	0	0	0
ADD: 6000 Charge from Others LESS: 7000 Charge to Others				
FUNCTION COST:	0	0	0	0
REVENUES:				
CAPITAL:				
POSITIONS: FT/PT and Temp.				
PUBLIC SECTOR ECONOMIC EF	FECTS:			

No public sector economic effects.

### **PRIVATE SECTOR ECONOMIC EFFECTS:**

No private sector economic effects.

Prepared by: <u>Thomas C. Tierney</u>	Telephone:	4399		
Validated by OMB:	Date: 7-15	Date: 7-15-98 Date: 1446		
(Director, Preparing Agency) Concurred by:	Date:			
(Director, Impacted Agency) Approved by:	Date:			
(Operations/Municipal Manager)				