

CITY AND BOROUGH OF SITKA
ORDINANCE NO. 2017-26

AN ORDINANCE OF THE CITY AND BOROUGH OF SITKA AMENDING SITKA GENERAL
CODE CHAPTER 4.28 "INVESTMENT POLICY" BY ADDING A NEW SECTION 4.28.045
ENTITLED "EXTERNAL INVESTMENT MANAGEMENT"

1. **CLASSIFICATION.** This ordinance is of a permanent nature and is intended to become a part of the Sitka General Code.
2. **SEVERABILITY.** If any provision of this ordinance or any application thereof to any person or circumstance is held invalid, the remainder of this ordinance and application thereof to any person or circumstances shall not be affected thereby.
3. **PURPOSE.** The purpose of this ordinance is to add a new Section 4.28.045, entitled "External Investment Management", to Chapter 4.28 of the Sitka General Code in order to provide for the external management of investments by professional investment managers.
4. **ENACTMENT.** NOW, THEREFORE, BE IT ENACTED by the Assembly of the City and Borough of Sitka that the Sitka General Code Chapter 4.28 "Investment Policy" is amended by adding a new Section 4.28.045 "External Investment Management" (new language underlined; deleted language stricken):

Chapter 4.28

INVESTMENT POLICY

Sections:

- 4.28.010** Scope.
- 4.28.020** Standards of care.
- 4.28.030** Safekeeping and custody.
- 4.28.040** Reporting.
- 4.28.045** External Investment Management.

* * *

4.28.045 EXTERNAL INVESTMENT MANAGEMENT.

A. The City and Borough of Sitka may, upon approval of the Assembly, contract with external entities for professional investment management services.


B. All contracts entered into pursuant to this section shall comply with the Sitka General Code, Title 3, Procurement, and Chapter 4.28, Investment Policy, as applicable.

C. All contracts entered into pursuant to this section shall provide that (1) all trades of securities will be conducted through third-party brokerage entities unaffiliated with and independent of the investment management service provider; (2) all trades of securities will be settled by third-party financial institutions entities unaffiliated with and independent of the investment management service provider; and (3) all securities will be held under a separate custody agreement by a third-party custodian unaffiliated with and independent of the investment management service provider.

* * *


EFFECTIVE DATE. This ordinance shall become effective the day after the date of its passage.

PASSED, APPROVED, AND ADOPTED by the Assembly of the City and Borough of Sitka, Alaska this 8th day of August, 2017.



Matthew Hunter, Mayor

ATTEST:



Sara Peterson, CMC
Municipal Clerk

1st reading 7/25/17

2nd reading 8/8/17