

CITY OF CRAIG
MEMORANDUM

September 07, 2023

To: City Council

From: Kimber Mikulecky, Treasurer

Re: Resolution 23-14 Asset Allocation Plan for FY24

Attached is a resolution regarding the city's endowment fund with Alaska Permanent Capital Management.

Recommendation: The city adopts the Endowment funds asset allocation plan for fiscal year 2024 as follows in resolution 23-14.

If you have any questions please contact me at finance@craigak.com

CITY OF CRAIG
RESOLUTION 23-14

**A RESOLUTION OF THE CITY OF CRAIG, ALASKA PERTAINING TO THE
INVESTMENT ALLOCATION OF THE CRAIG ENDOWMENT FUND AS SET IN THE
ASSET ALLOCATION PLAN FOR FISCAL YEAR 2024.**

WHEREAS from time to time, based on recommendations from Alaska Permanent Capital Management (APCM), the City of Craig determines that it is in the city’s best interest to modify the investment asset allocation plan for funds invested with APCM.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY OF CRAIG:

Section 1. That the City adopts the Asset Allocation Plan for Fiscal Year 2024 as follows:

The target and range restrictions are:

Asset Class	Target	Min	Max
RISK ASSETS	52%		
U.S. Large-Cap Equity	22%	12%	32%
U.S. Mid-Cap Equity	10%	5%	15%
U.S. Small-Cap Equity	5%	0%	10%
International Developed Equity	6%	0%	12%
Emerging Markets Equity	4%	0%	8%
U.S. High Yield Credit	5%	0%	10%
ALTERNATIVES	21%		
Real Estate	3%	0%	6%
Infrastructure	5%	0%	10%
Commodities	3%	0%	6%
Alternative Beta	10%	0%	15%
RISK CONTROL	27%		
U.S. Fixed Income	18%	8%	28%
TIPS	2%	0%	10%
International Fixed Income	5%	0%	10%
Cash	2%	0%	10%

Section 2. That on an annual basis, APCM will review and adopt the Asset Allocation Plan with the Craig City Council.

Section 3. That at the request of the City Administrator, APCM will provide the City with a report that demonstrates the status of the Asset Allocation Plan, including but not limited to the nature of each outstanding investment, the purchase date, purchase price, and estimated net yield rate at the time of purchase, and the income earned from each investment from the initial date of purchase to the date of the report.

PASSED AND APPROVED Adopted by a duly-constituted quorum of the Craig City Council on this __ day of _____, 2023.

Timothy O'Connor
Craig mayor

Attest: Kecia Weatherwax
City Clerk