

CITY OF FAIRBANKS
RFP #21-21
Permanent Fund Investment Services

The City of Fairbanks (City) is responding to questions regarding RFP #21-21 Permanent Fund Investment Services as follows:

Q1. We are looking at the RFP for Permanent Fund Investment Services and wanted to know if it is your intent to maintain KEY as the custodian of the assets or if you would consider investment management and custody with the same provider?

The City of Fairbanks intends to submit a Request for Proposal for custodial services in August 2022. Our preference is that the service be provided by a different entity.

Q2. Is the City of Fairbanks willing to broaden the minimum qualifications to include, not just “funds under management,” but also “funds provided to public entities?” (page 10 of 28).

The City of Fairbanks requires a completed Assets under Management Form on Page 27 of 28. An entity can include information about “funds provided to public entities” within the narrative.

Q3. On the Proposal Fee Form, should fees disclosed include all required expense reimbursements and revenue resulting from management of the City's Permanent fund? i.e. If travel expenses are charged to the City or revenue is derived from placement in propriety funds etc. If so, must these fees be converted to basis points as indicated on the Proposal Fee Form? Or, do you have further instructions on how a proposer should disclose all fees and expense reimbursements?

The responder should include all costs within the management fee using the Proposal Fee Form based on portfolio market value multiplied by basis points. A note can be provided on the form to explain additional costs that may be included in the total management fee.

Q4. Company is asking for the opportunity to respond to the RFP with a slight modification - to allow respondents to offer solutions that would accomplish the same portfolio goals (single account, fee constrained and well diversified) but offer perhaps better or innovative ways to balance risk and achieve long-term upside and yield?

The Company can offer solutions that would accomplish the same portfolio goals; however, the proposal must contain the requirements indicated in Section 5 (pages 19-22).