

ALASKA STATE LEGISLATURE

House Labor & Commerce Committee



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Sectional Analysis

House Bill 406 – Version B

"An Act relating to the validity of trusts involving persons sanctioned by the United States Department of the Treasury; and relating to the recording of documents conveying land to persons sanctioned by the United States Department of the Treasury."

* **Section 1.** AS 13.36 is amended by adding a new section that strips a trust of its legal status in the State of Alaska if any individual associated with it is named on the sanctions list by U.S. Department of Treasury.

Trusts are a legal recognition of relationships – definitions for these relationships already exist in statute:

- a settlor places their assets into trust
- a trustee or trustor holds the assets in their name, but the assets do not belong to them, and they can not financially benefit from them
- a beneficiary will receive distributions from the assets held in trust

* **Sec. 2.** AS 40.17.070 is amended by adding a new subsection to make it impossible for individuals on the U.S. Department of Treasury sanctions list to acquire, sell, or gift real property in the State of Alaska.

The Records Office in Department of Natural Resources is responsible for keeping records on real estate transactions. The Records Office can utilize the Office of Foreign Assets Control sanctions list to avoid any future sale of Alaskan properties to individuals on the sanctions list.

* **Sec. 3.** This section provides for an effective date. This bill will not impact trusts established or real estate transactions completed prior to its effective date.