

Be it enacted by the Legislature of the State of Alaska:

Section 1. Subsec. a, Sec. 37, Ch. 143, SLA 1960, as amended by Sec. 1, Ch. 129, SLA 1961, is amended to read:

a. Whenever, in the opinion of the commissioner of administration, there is on hand in the pension fund a surplus over and above a reasonably safe amount to take care of current demands upon such fund, such surplus or so much thereof as in the judgment of the commissioner of administration is deemed proper may be invested by the commissioner of revenue in (1) bonds or other interest bearing obligations and securities of the United States or any state thereof or of any political subdivision of any state of the United States, provided such political subdivision has a population as shown by the last federal

census preceding such investment of not less than 30,000 inhabitants; except with respect to political subdivisions located in the State of Alaska, no population limitation shall apply; (2) first lien real estate mortgage securities insured by the Federal Housing Administration under the National Housing Act of the United States or held by the division of veterans' affairs under Section 44-2-13, ACLA 1949, as amended from time to time; and (3) in such corporation bonds and preferred and common stocks as the commissioner of revenue may deem to be proper investments for said fund. No more than 15 percent of said surplus may be invested in said mortgage securities of the division of veterans' affairs, and the state shall appropriate sufficient monies from the general fund to make good any losses as a result of failure of the obligees to pay on the notes.

Approved April 18, 1962

CHAPTER 151

AN ACT

Creating a committee to study and plan for an Alaska Centennial celebration; and providing for an effective date.

(H.B. 353)

Be it enacted by the Legislature of the State of Alaska:

Section 1. **Statement of Purpose.** The year 1967 will mark the centennial anniversary of Alaska's purchase by the United States and it is altogether fitting that that year be established as a year of celebration. In recognition of the fact that a celebration commensurate with Alaska's magnificent heritage will require years of research, planning, and preparation, the following committee is established.

Sec. 2. **Centennial Committee.** There is hereby created in the Office of the Governor an Alaska Centennial advisory committee. The function of the committee will

be that of making a study of similar celebrations in other areas of the United States with the purpose of suggesting means by which the Alaska Centennial should be financed and planned. The committee shall be composed of 16 persons appointed by the governor for a term of one year. The committee shall make a report of its findings to the governor prior to the convening of the 1963 legislature. Members may be compensated for their services by payment of actual expenses incurred.

Sec. 3. **Effective Date.** This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 18, 1962

CHAPTER 152

AN ACT

Providing for exclusion from gross receipts under the Alaska business license tax of

certain taxes collected by taxpayer; and amending Ch. 43, SLA 1949, as amended by Ch. 172, SLA 1957.

(H.B. 408)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Sec. 3, Ch. 43, SLA 1949, as amended by Sec. 2, Ch. 172, SLA 1957, is amended by adding Subsecs. (9) and (10) to read:

Sec. 3. Exemptions.

(a) The following gross receipts shall be exempt from taxation hereunder:

(1) gross receipts from educational, religious, benevolent, fraternal, or charitable activities where the entire amount of such receipts is held or expended for such purposes, except receipts which are the result of a continuous engaging in a business or occupation otherwise subject hereto;

(2) gross receipts obtained in the operation of a hospital;

(3) gross receipts from municipally owned and operated utilities and from operation of utilities by incorporated utility districts or nonprofit associations and nonprofit cooperatives;

(4) gross receipts from home handicrafts up to \$500;

(5) gross receipts of resident wholesale firms registered in Alaska as domestic corporations, or otherwise identifiable as wholesalers who are residents, which are derived from sales of finished products to dealers for resale to consumers upon which resale the tax levied hereunder applies;

(6) gross receipts derived from any sale made to any person in a foreign

country for shipment out of the United States except when the goods or products sold are exported in bond for re-entry into the United States;

(7) gross receipts of manufacturers or processors derived from sales of their products manufactured or processed in Alaska except where such products are sold directly to the consumer;

(8) gross receipts subject to the gross production tax imposed by Chapter 7, ESLA 1955, except that any person subject to said gross production tax shall in no event be excused from making application for a business license and paying the initial \$25 license fee or any part thereof;

(9) gross receipts from the taxes imposed by the State of Alaska upon the sale of motor fuel;

(10) gross receipts from any consumers' sales tax collected by a taxpayer for the State of Alaska or any of its political subdivisions.

(b) The word "consumer" as used in this Sec. 3 shall mean the person who, in the ordinary common meaning of the term, ultimately uses goods, and thereby diminishes or destroys their utility.

(c) The exemption from taxation of certain gross receipts as herein provided shall in no case be construed to excuse the payment of the \$25 initial license fee or any part thereof.

Sec. 2. This Act shall apply retroactively from January 1, 1962.

Approved April 18, 1962

CHAPTER 153

AN ACT

Relating to the identification of authentic Native articles of handicraft made in Alaska; amending Secs. 1, 4, 5, Ch. 40, SLA 1961; and repealing Subsec. (d), Sec. 7, Ch. 40, SLA 1961; and providing for an effective date.

(H.B. 465)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Sec. 1, Ch. 40, SLA 1961, is amended to read: