

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

Section 1. Section 4, Ch. 48, SLA 1964, is amended to read:

Sec 4. In the event of the issuance of any part or all of the bonds authorized in this Act, or, if money is borrowed by any other means provided by law to meet the consequences of the earthquake of March 27, 1964, another special fund of the state to be known as the "Natural Disaster General Obligation Bond Redemption Fund" shall be created to the credit of which there shall be certified

such amounts of money as may be necessary to pay the principal of and interest on all the outstanding bonds authorized in this Act, and all other money borrowed by the state, as provided by law, to meet the consequences of the earthquake of March 27, 1964. This fund shall be used for the sole purpose of paying and securing the payment of the principal and interest when they become due.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964

CHAPTER 108

AN ACT

To amend the definition of municipality in the Slum Clearance and Redevelopment Act, AS 18.55.480 - 960 to include boroughs of any class; and providing for an effective date.

(S.B. 355)

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

Section 1. AS 18.55.950(10) is amended to read:

(10) "municipality" means a city or, within disaster areas adversely affected by the earthquake and tidal

waves of March 27, 1964, a borough of any class;

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964

CHAPTER 109

AN ACT

To extend the boundaries of the City of Seward by annexation; and providing for an effective date.

(S.B. 359)

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

Section 1. **Purpose.** As a result of shifts in the land mass upon which the City of Seward is situated, which were caused by the earthquake and seismic wave of March 27, 1964, it is necessary to relocate a part of the City of Seward on land which is not presently located within the corporate limits of the City of Seward. The purpose of this Act is to extend the corporate limits of the City of Seward by annexation to include land

upon which a part of the City of Seward will be relocated.

Sec. 2. **Area to Be Annexed.** The following described land containing approximately 6,400 acres is annexed to the City of Seward, Alaska:

"Beginning at the southwest corner of Section 34, T1N, R1W, SM, thence northerly approximately three miles to the northwest corner of Section 22, thence easterly approximately two miles to the northeast corner of Sec-

tion 23, thence southerly approximately two miles to the southeast corner of Section 26, thence easterly approximately one mile to the northeast corner of Section 36, thence southerly approximately two miles to the southeast corner of Section 1, T1S, R1W, SM, thence westerly approximately three miles to the present city limits of the

City of Seward, thence northerly approximately one mile to the point of beginning."

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

Approved May 29, 1964

CHAPTER 110

AN ACT

Relating to investments of retirement funds in the Teachers' Retirement System; and providing for an effective date.

(S.C.S.H.B. 451)

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

Section 1. AS 14.25.180(b) is amended to read:

(b) When, in the opinion of the commissioner of administration, there is on hand in the retirement fund a surplus over and above a reasonably safe amount to take care of current demands upon the fund, the surplus or so much of it as in the judgment of the commissioner of administration is considered proper may be invested by the commissioner of revenue in (1) bonds or other interest-bearing obligations and securities of the United States or an agency of the United States, a state of the United States, or a political subdivision of any state of the United States, if the political subdivision has a population as shown by the last federal census preceding the investment of no less than 30,000 inhabitants, except no population limitation applies to a political subdivision of this state; (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 Department of Commerce, or the Department of Natural Resources; (3) corporation bonds, and preferred and common stocks as the commissioner of revenue

considers proper investments for the funds; (4) shares of federally chartered savings and loan associations in Alaska, to the extent that the investment is insured by the federal government or by an agency of the federal government; (5) deposits with mutual savings banks in Alaska, to the extent that the investment is insured by the federal government or an agency of the federal government; and (6) deposits with state and national banks in Alaska to the extent that the investment is insured by the federal government or an agency of the federal government. No more than 15 per cent of the surplus may be invested in mortgage securities of the Department of Commerce, and the state shall appropriate sufficient money from the general fund to make good any losses as a result of failure of the obligors to pay on the notes. No more than \$300,000 of the surplus may be invested annually in the mortgage securities of the Department of Natural Resources, and the state shall appropriate sufficient money from the general fund to make good any losses as a result of failure of the obligors to pay on the notes.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964