

ity has been deposited with a Federal Reserve Bank or with a branch of a Federal Reserve Bank or with any qualified bank or trust company; or (4) enter into a bond to the state with a surety company authorized as such to transact

business in Alaska as surety on the bond, conditioned that it will safely keep and pay on demand to the department as required by it all funds of the state deposited with the bank.

Approved April 9, 1963

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## CHAPTER 40

### AN ACT

**Relating to the Alaska State Mortgage Association; and providing for an effective date.**

(S.B. 111)

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

Section 1. AS 44.56.020 is amended to read:

Sec. 44.56.020. **Alaska State Mortgage Association.** There is the Alaska State Mortgage Association. The association is a public corporation and government instrumentality within the Department of Commerce, but having a legal existence independent of and separate from the state; and has continuing succession until its existence is terminated by law. The association may not be terminated as long as it has bonds, notes, and other obligations outstanding. Upon termination of the association, its rights and property pass to the state.

Sec. 2. AS 44.56 is amended by adding new sections to read:

Sec. 44.56.045. **Minutes of Meetings.** The association shall keep minutes of each meeting and send a certified copy to the governor.

Sec. 44.56.055. **Legal Advisor.** The attorney general is the legal counsel for day it becomes law without such approval.

the association. He shall advise the corporation in legal matters and represent it in suits.

Sec. 44.56.093. **Annual Report.** Before December 1 of each year, the association shall submit to the governor and the legislature a comprehensive report describing the operations, fiscal transactions, financial condition, and future plans of the association. The governor may prescribe the form of the report.

Sec. 44.56.096. **Annual Audit.** The association shall have its financial records audited annually. The legislative auditor shall conduct the annual audit. If an audit conducted by a certified public accountant is satisfactory in the judgment of the legislative auditor, it may be accepted instead of the state audit. The legislative auditor may prescribe the form and contents of the financial records of the association and may have access to these records at any time.

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 April 9, 1963

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## CHAPTER 41

### AN ACT

**Relating to the periodic examination of insurers.**

(S.B. 134)