

HOUSE BILL NO. 373

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - SECOND SESSION

BY REPRESENTATIVE COSTELLO

Introduced: 2/23/26

Referred: State Affairs, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to investments of the permanent fund; relating to investments made by
2 the Alaska Permanent Fund Corporation; relating to regulations adopted by the Alaska
3 Permanent Fund Corporation; and providing for an effective date."

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 * **Section 1.** AS 37.13.120(c) is amended to read:

6 (c) The board shall invest at least 25 percent of fund assets in a stock
7 market index that tracks the stock performance of 500 companies listed on stock
8 exchanges in the United States selected primarily based on stock market
9 capitalization [MAINTAIN A REASONABLE DIVERSIFICATION AMONG
10 INVESTMENTS UNLESS, UNDER THE CIRCUMSTANCES, IT IS CLEARLY
11 PRUDENT NOT TO DO SO. THE BOARD SHALL INVEST THE ASSETS OF
12 THE FUND IN IN-STATE INVESTMENTS TO THE EXTENT THAT IN-STATE
13 INVESTMENTS ARE AVAILABLE AND IF THE IN-STATE INVESTMENTS

14 (1) HAVE A RISK LEVEL AND EXPECTED RETURN

1 COMPARABLE TO ALTERNATE INVESTMENT OPPORTUNITIES; AND
2 (2) ARE ELIGIBLE FOR INVESTMENT OF FUND ASSETS
3 UNDER (a) OF THIS SECTION].

4 * **Sec. 2.** AS 37.13.206(a) is amended to read:

5 (a) The board may adopt regulations to carry out the purposes of this chapter
6 [AND SHALL ADOPT REGULATIONS UNDER AS 37.13.120(a)]. The provisions
7 of AS 44.62 (Administrative Procedure Act) regarding the adoption of regulations do
8 not apply to regulations of the corporation.

9 * **Sec. 3.** AS 37.13.120(a) and 37.13.120(e) are repealed.

10 * **Sec. 4.** This Act takes effect July 1, 2027.