

1 IN THE HOUSE

BY MR. SANDERS

2 HOUSE BILL NO. 337

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SECOND LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Public Employees'
7 Retirement System of Alaska; amending Sub-
8 sec. a, Sec. 37, Ch. 143, SLA 1960 as amended
9 by Sec. 1, Ch. 129, SLA 1961."

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

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

13 a. Whenever, in the opinion of the Commissioner of
14 Administration, there is on hand in the pension fund a
15 surplus over and above a reasonably safe amount to take care
16 of current demands upon such fund, such surplus, or so much
17 thereof as in the judgment of the Commissioner of Adminis-
18 tration is deemed proper, may be invested by the Commissioner
19 of Revenue in (1) bonds or other interest bearing obligations
20 and securities of the United States or any state thereof or
21 of any political subdivision of any state of the United
22 States, provided such political subdivision has a population
23 as shown by the last federal census preceding such invest-
24 ment of not less than 30,000 inhabitants, except with
25 respect to political subdivisions located in the State of
26 Alaska no population limitation shall apply, (2) first lien
27 real estate mortgage securities insured by the Federal
28 Housing Administration under the National Housing Act of
29 the United States, or held by the Division of Veterans'

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Affairs under Section 44-2-13, ACLA 1949, as amended from time to time, and (3) in such corporation bonds, preferred and common stocks as the Commissioner of Revenue may deem to be proper investments for said fund. No more than twenty-five per cent (25%) [TEN PER CENT (10%)] 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.