IN THE HOUSE BY STATE AFFAIRS COMMITTEE

CS FOR HOUSE BILL NO. 337

IN THE LEGISLATURE OF THE STATE OF ALASKA

SECOND LEGISLATURE - SECOND SESSION

A BILL

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

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, preferred and common stocks as the Commissioner of Revenue may deem to be proper investments for said fund. No more than fifteen per cent (15%) [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.