

1 IN THE HOUSE

BY RESOURCES COMMITTEE

2 HOUSE BILL NO. 388

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 investment of the
7 funds of the Teachers' Retirement System;
8 amending Subsec. b, Sec. 19, Ch. 145, SLA
9 1955, as last amended by Ch. 128, SLA
10 1961; and providing for an effective date."

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

12 Section 1. Subsec. b, Sec. 19, Ch. 145, SLA 1955, as
13 repealed and re-enacted by Sec. 15, Ch. 89, SLA 1960, and amended
14 by Sec. 1, Ch. 128, SLA 1961, is amended to read:

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

1 Administration under the National Housing Act of the United
2 States, or held by the Division of Veterans Affairs under
3 Section 44-2-13, ACLA 1949, as amended from time to time,
4 [AND] (3) in such corporation bonds, preferred and common
5 stocks as the Commissioner of Revenue may deem to be proper
6 investments for said fund, and (4) first lien real estate
7 mortgages held by the Agricultural Loan Board. Not more
8 than ten per cent (10%) of said surplus may be invested in
9 said mortgage securities of the Division of Veterans
10 Affairs, and the state shall appropriate sufficient monies
11 from the general fund to make good any losses as a result
12 of failure of the obligees to pay on the notes.

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

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