

1 IN THE SENATE

BY SENATOR POLLOCK

2 SENATE BILL NO. 112

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SECOND LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the duties of the
7 Commissioner of Revenue; amending Subsec.
8 (a), Sec. 7-6-1, ACLA 1949, as amended by
9 Ch. 50, SLA 1949, and Ch. 186, SLA 1957;
10 and providing for an effective date."

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

12 Section 1. Subsec. (a), Sec. 7-6-1, ACLA 1949, as amended
13 by Sec. 1, Ch. 50, SLA 1949, and Sec. 19, Ch. 186, SLA 1957, is
14 amended to read:

15 (a) COLLECTION AND DEPOSIT OF MONEYS. The Commission-
16 er of Revenue [TREASURER] shall demand, sue for, collect,
17 receive and safely keep all moneys of the State [TERRITORY]
18 from whatever source derived, which are not by law entrust-
19 ed to the care and custody of some other officer. The
20 Commissioner of Revenue [TREASURER] shall keep these funds
21 in banks within the State [TERRITORY] nearest the location
22 where the funds are collected. Provided, however, that
23 before the Commissioner of Revenue [TREASURER] shall deposit
24 any funds of the State [TERRITORY] in any bank, said bank
25 shall deposit with the Commissioner of Revenue, or with a
26 fiduciary agent approved and designated by the Commissioner
27 of Revenue, [TREASURER] as collateral security to secure
28 such funds, bonds or other securities which are eligible to
29 secure deposits of the United States, the aggregate market

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value of which shall at all times be at least equal to the funds deposited, or State of Alaska general obligation or revenue bonds, the aggregate market value of which shall at all times be equal to the funds deposited, or shall deposit other good bonds whose aggregate market value shall at all times exceed by [BE] at least twenty per centum [IN EXCESS OF] the deposits so secured, and mortgages insured by the government of the United States under the terms and provisions of the National Housing Act approved June 27, 1934, or real estate contracts, deeds of trust, mortgages, or other collateral security agreements on real property located within the State of Alaska, which shall meet with the approval of the Commissioner of Revenue, the aggregate market value of which shall at all times exceed by at least twenty per centum the deposits so secured, or shall enter into a bond to the State [TERRITORY] with a surety company, authorized as such to transact business in Alaska, as surety thereon, conditioned that it will safely keep and pay on demand to the Commissioner of Revenue [TREASURER] as required by him, all funds of the State [TERRITORY] deposited with it. The banks in which State [TERRITORIAL] funds are deposited under a time deposit agreement shall pay at least a minimum interest rate to be fixed by the Commissioner of Revenue [TERRITORIAL BANKING BOARD] and such interest when paid shall be covered into the general fund [GENERAL FUND OF THE TREASURY], or such other funds as are established by law; Provided, further, that nothing in this section shall prohibit the Commissioner of Revenue [TREASURER] from depositing such funds as he may deem necessary for the

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proper conduct of his office in solvent banks outside the State [TERRITORY] of Alaska under the terms and conditions provided herein.

The Commissioner of Revenue [TREASURER] is authorized to deposit funds in banks within or without the State [TERRITORY] in active accounts or on demand deposits without requiring those in which such accounts are deposited to pay interest on such deposits, it being the intention of the Legislature that the Commissioner of Revenue [TREASURER] shall keep active deposits in any banks he deems deserving upon which no interest shall be paid in order to partially compensate such banks for cashing State [TERRITORIAL] warrants in their regular course of business.

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