

Introduced: 3/23/66
Referred: State Affairs
and Judiciary

1 IN THE HOUSE

BY THE RULES COMMITTEE
BY REQUEST

2 HOUSE BILL NO. 511

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the investment and
7 supervision of employee benefit funds; and
8 providing for an effective date."

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

10 * Section 1. AS 23.10 is amended by adding a new section to
11 read:

12 Sec. 23.10.046. INVESTMENT AND SUPERVISION OF EMPLOYEE
13 BENEFIT FUNDS. (a) The investment of all benefit funds
14 created for the benefit of employees, including but not
15 limited to a fund for medical, health, hospital, welfare and
16 pension benefits shall be subject to supervision by the
17 commissioner of labor. The commissioner shall have the
18 power to review all investments made by the administrators
19 of the benefit funds and the power to prohibit investments
20 contrary to the interest of the employees for whom the bene-
21 fit fund has been created. Criteria for the investment shall
22 include (1) the security of investment; (2) the rate of
23 return on investment; (3) the proximity of assets of the
24 enterprise invested in; and (4) the likelihood that the
25 investment will promote enterprise from which employee bene-
26 ficiaries of the fund will otherwise benefit.

27 (b) The commissioner of administration, the commis-
28 sioner of commerce and the commissioner of revenue shall
29 advise the commissioner of labor in the determination of

1 proper and prudent investments under this section.

2 (c) A current record of the amount and nature of all
3 investments made by the administrators of the benefit funds
4 shall be kept at a place or places convenient for inspection
5 by beneficiaries of the benefit funds.

6 * Sec. 2. This Act takes effect July 1, 1966.
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