

Original Sponsor: Rules Committee
by Request of the Governor

Offered: 3/5/68
Referred: Rules

1 IN THE HOUSE

BY THE COMMERCE COMMITTEE

2 CS FOR HOUSE BILL NO. 413

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act authorizing banks to deal in, underwrite, and
7 invest in securities issued by Federal, State and
8 local governments; and providing for an effective
9 date."

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

11 * Section 1. AS 06.05 is amended by adding a new section to read:

12 Sec. 06.05.270. INVESTMENTS. (a) In addition to loans and
13 acquisitions expressly authorized by this chapter, a state bank may
14 deal in, underwrite, and invest in for its own account

15 (1) direct or guaranteed obligations of the United States;

16 (2) general obligations of the State of Alaska and its
17 political subdivisions;

18 (3) general obligations of a state of the United States
19 or its political subdivisions;

20 (4) revenue obligations of the State of Alaska or its
21 political subdivisions subject to the limitation of (b) of this
22 section;

23 (5) revenue obligations of a state of the United States
24 or its political subdivisions subject to the limitation of (b) of
25 this section;

26 (6) obligations of instrumentalities of the United States
27 government including, but not limited to Federal Intermediate Credit
28 Banks, Federal Land Banks, The Federal National Mortgage Association
29 and Banks for Cooperatives.

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(b) A state bank may not underwrite or invest for its own account an amount exceeding 15 per cent of its combined capital and surplus in any one issue of the revenue obligations of a single state or political subdivision.

(c) A state bank may purchase or sell, without recourse, any security upon the order of a customer and for his account.

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