

Introduced: 3/3/69
Referred: Commerce and
Finance

1 IN THE HOUSE

BY FINK

2 HOUSE BILL NO. 236

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the deposit of state funds in a
7 bank."

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

9 * Section 1. AS 43.05.150(b) is amended to read:

10 (b) Before the department may deposit state funds in a bank, the
11 bank shall

12 (1) deposit with the department as collateral security to
13 secure the funds, bonds or other securities which are eligible to
14 secure deposits of the United States, the aggregate market value of
15 which is at all times at least equal to the funds deposited, except that
16 until June 1, 1971 the aggregate market value of the bonds or other
17 securities deposited as collateral need only be equal to the value of
18 25 per cent of the funds deposited;

19 (2) deposit other good bonds whose aggregate market value is
20 at all times at least 20 per cent more than the deposits secured, and
21 mortgages insured by the United States under the National Housing Act
22 (approved June 27, 1934), except that until June 1, 1971 the aggregate
23 market value of the bonds and mortgages deposited as collateral need only
24 be equal to the value of 30 per cent of the funds deposited;

25 (3) furnish evidence satisfactory to the department that the
26 required collateral security has been deposited with a Federal Reserve
27 Bank or with a branch of a Federal Reserve Bank or with a qualified
28 bank or trust company; or

29 (4) enter into a bond to the state with a surety company

1 authorized as such to transact business in Alaska as surety on the bond,
2 conditioned that it will safely keep and pay on demand to the depart-
3 ment as required by it all funds of the state deposited with the bank.
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