

Introduced: 2/11/77  
Referred: Special Committee on  
the Alaska Permanent Fund and  
Finance

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

1 IN THE HOUSE

2 HOUSE BILL NO. 210

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act providing for interim management of the  
7 Alaska Permanent Fund; and providing for an effective  
8 date."

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

10 \* Section 1. AS 37.10 is amended by adding a new section in art. 3 to  
11 read:

12 Sec. 37.10.065. INVESTMENT OF THE ALASKA PERMANENT FUND. (a)  
13 The Alaska Permanent Fund consists of 25 per cent of all mineral lease  
14 rentals, royalties, royalty sale proceeds, federal mineral revenue  
15 sharing payments and bonuses received by the state. The commissioner  
16 of revenue shall deposit in the Alaska Permanent Fund 25 per cent of  
17 the receipts from these sources at least once each month. The commis-  
18 sioner of revenue shall invest the money in the Alaska Permanent Fund  
19 in income-producing investments of the following types:

20 (1) obligations of, or obligations insured or guaranteed  
21 by, the United States or agencies or instrumentalities of the United  
22 States;

23 (2) obligations secured by reserves paid in by the United  
24 States or agencies or instrumentalities of the United States or obli-  
25 gations of corporations in which the United States is a shareholder or  
26 member;

27 (3) certificates of deposits issued by United States domestic  
28 banks which are members of the Federal Deposit Insurance Corporation  
29 and secured as to the payment of principal and interest in accordance

1 with Alaska law;

2 (4) corporate investment-grade securities;

3 (5) bankers acceptances drawn on and accepted by United  
4 States banks which each have a combined capital and surplus aggregating  
5 at least \$100,000,000;

6 (6) repurchase agreements, the securities underlying the  
7 agreements being any of the items in (1) - (5) of this subsection;

8 (7) deposits of federally insured savings and loan associa-  
9 tions not to exceed 10 per cent of each savings and loan association's  
10 deposits exclusive of federal, state, and municipal deposits;

11 (8) fixed-term certificates of debentures of federally  
12 insured credit unions not to exceed 10 per cent of each credit union's  
13 shares.

14 (b) The commissioner of revenue may enter into contracts provid-  
15 ing for custody of securities and execution of transactions.

16 (c) The commissioner of revenue shall transfer to whatever  
17 agency is established for the express purpose of managing and investing  
18 the Alaska Permanent Fund all or part of the securities and money in  
19 the Alaska Permanent Fund in accordance with Alaska law no later than  
20 two weeks after receipt of written notice from that agency.

21 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.-  
22 10.070(c).