

Original sponsor: Hohman

Offered: 3/15/79
Referred: Rules

1 IN THE SENATE BY THE FINANCE COMMITTEE

2 CS FOR SPONSOR SUBSTITUTE FOR SENATE BILL NO. 1

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Alaska State Permanent Fund;
7 and providing for an effective date."

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

9 * Section 1. AS 37.10.065(a) is amended to read:

10 Sec. 37.10.065. INVESTMENT OF THE ALASKA STATE PERMANENT FUND.

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

18 (1) obligations of, or obligations insured or guaranteed by,
19 the United States or agencies or instrumentalities of the United States;

20 (2) obligations secured by reserves paid in by the United
21 States or agencies or instrumentalities of the United States or obliga-
22 tions of corporations in which the United States is a shareholder or
23 member;

24 (3) certificates of deposits issued by United States domestic
25 banks which are members of the Federal Deposit Insurance Corporation and
26 secured as to the payment of principal and interest in accordance with
27 Alaska law;

28 (4) corporate investment-grade securities;

29 (5) bankers' acceptance drawn on and accepted by United

1 States banks which each have a combined capital and surplus aggregating
2 at least \$100,000,000;

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

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

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

11 * Sec. 2. AS 37.10.065(c) is amended to read:

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

17 * Sec. 3. This Act takes effect July 1, 1979.
18
19
20
21
22
23
24
25
26
27
28
29