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1 IN THE SENATE

BY THE RULES COMMITTEE

2

HOUSE CS FOR SENATE BILL NO. 315 (Rules) am H

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

ELEVENTH LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act relating to the investment of state funds; and
7 providing for an effective date."

8

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

9

* Section 1. AS 14.25.180(b) is amended to read:

10

(b) When, in the opinion of the commissioner of administration,
11 there is on hand in the retirement fund a surplus over and above a
12 reasonably safe amount to take care of current demands upon the fund,
13 the surplus or so much of it as in the judgment of the commissioner of
14 administration is considered proper may be invested at competitive na-
15 tional market rates by the commissioner of revenue in

16

[(1) BONDS OR OTHER INTEREST-BEARING OBLIGATIONS AND SECURITIES

17

OF THE UNITED STATES OR AN AGENCY OF THE UNITED STATES, A STATE OF THE
18 UNITED STATES, OR A POLITICAL SUBDIVISION OF ANY STATE OF THE UNITED
19 STATES, IF THE POLITICAL SUBDIVISION HAS A POPULATION AS SHOWN BY THE
20 LAST FEDERAL CENSUS PRECEDING THE INVESTMENT OF NO LESS THAN 30,000
21 INHABITANTS, EXCEPT NO POPULATION LIMITATION APPLIES TO A POLITICAL
22 SUBDIVISION OF THIS STATE;

23

(2) FIRST LIEN REAL ESTATE MORTGAGE SECURITIES INSURED BY THE
24 FEDERAL HOUSING ADMINISTRATION UNDER THE NATIONAL HOUSING ACT OF THE
25 UNITED STATES, OR HELD BY THE DEPARTMENT OF COMMERCE, OR THE DEPARTMENT
26 OF NATURAL RESOURCES;

27

(3) CORPORATION BONDS, AND PREFERRED AND COMMON STOCKS AS THE
28 COMMISSIONER OF REVENUE CONSIDERS PROPER INVESTMENTS FOR THE FUNDS;]

29

(4) shares of federally chartered savings and loan associa-

1 tions in Alaska, to the extent that the investment is insured by the
2 federal government or by an agency of the federal government;

3 (5) deposits with mutual savings banks in Alaska, to the
4 extent that the investment is insured by the federal government or an
5 agency of the federal government;

6 (6) deposits with state and national banks in Alaska to the
7 extent that the investment is insured by the federal government or an
8 agency of the federal government;

9 [(7) LOANS GUARANTEED BY THE DIVISION OF VETERANS' AFFAIRS
10 UNDER AS 26.15.040(b);]

11 (8) (deleted);

12 (9) the guaranteed portion of Small Business Administration
13 loans;

14 (10) first lien real estate mortgages guaranteed by the
15 federal Veterans Administration;

16 (11) notes secured by mortgages of commercial or residential
17 buildings [REAL ESTATE OR OTHER SECURITY] if the mortgages are insured
18 by a private mortgage insurance corporation which is authorized to do
19 business in Alaska and has combined capital, surplus and reserves aggre-
20 gating at least \$20,000,000; however,

21 (A) no mortgage insurance is necessary for commercial
22 loans having loan-to-value ratios of less than 50 percent and the
23 minimum coverage of other commercial loans shall be 10 percent for
24 those having a loan-to-value ratio of 50-60 percent and 15 percent
25 for those having a loan-to-value ratio greater than 60 percent but
26 no more than 75 percent, and

27 (B) no mortgage insurance is necessary for residential
28 loans having a loan-to-value ratio of less than 70 percent and the
29 minimum coverage of other residential loans shall be 10 percent for

1 those having a loan-to-value ratio greater than 70 percent but less
2 than 90 percent and 20 percent for those having a loan-to-value
3 ratio of 90 percent;

4 (12) conventional residential mortgages if the originating
5 financial institution retains at least 25 percent of the mortgage for a
6 minimum of two years;

7 (13) notes secured by mortgages of commercial buildings [REAL
8 ESTATE] if the originating financial institution retains at least 25
9 percent of the mortgage until maturity;

10 (14) FHA guaranteed portion of business and industrial loans
11 made under the Rural Development Act of 1972;

12 [(15) GUARANTEED PORTION OF LOANS MADE UNDER THE FEDERAL SHIP
13 FINANCING ACT OF 1972. NO MORE THAN 25 PERCENT OF THE SURPLUS MAY BE
14 INVESTED IN MORTGAGE SECURITIES OF THE DEPARTMENT OF COMMERCE, AND THE
15 STATE SHALL APPROPRIATE SUFFICIENT MONEY FROM THE GENERAL FUND TO REIM-
16 BURSE THE TEACHERS' RETIREMENT SYSTEM FOR ANY LOSSES INCURRED AS A
17 RESULT OF FAILURE OF THE OBLIGORS TO PAY ON THE NOTES. NO MORE THAN
18 \$400,000 OF THE SURPLUS MAY BE INVESTED ANNUALLY IN THE MORTGAGE SECURI-
19 TIES OF THE DEPARTMENT OF NATURAL RESOURCES, AND THE STATE SHALL APPRO-
20 PRIATE SUFFICIENT MONEY FROM THE GENERAL FUND TO REIMBURSE THE TEACHERS'
21 RETIREMENT SYSTEM FOR ANY LOSSES INCURRED AS A RESULT OF FAILURE OF THE
22 OBLIGORS TO PAY ON THE NOTES;

23 (16) BONDS, DEBENTURES, NOTES, OR OTHER OBLIGATIONS ISSUED,
24 GUARANTEED, OR ASSUMED AS TO BOTH PRINCIPAL AND INTEREST BY THE GOVERN-
25 MENT OF THE DOMINION OF CANADA, OR BY ANY PROVINCE OF CANADA, OR BY ANY
26 MUNICIPALITY OF CANADA WHICH HAS A POPULATION OF NOT LESS THAN 150,000,
27 IF (A) THE FULL FAITH AND CREDIT OF THE ISSUER, GUARANTOR, OR ASSUMER OF
28 THE BONDS, DEBENTURES, NOTES, OR OTHER OBLIGATIONS IS PLEDGED FOR THE
29 PAYMENT OF PRINCIPAL AND INTEREST ON THEM, (B) THE PRINCIPAL AND INTEREST

1 ON THEM IS PAYABLE IN UNITED STATES CURRENCY, EITHER UNCONDITIONALLY OR
2 AT THE OPTION OF THE HOLDER, AND (C) THESE OBLIGATIONS ARE RATED A OR AN
3 EQUIVALENT QUALITY BY A NATIONALLY RECOGNIZED RATING ORGANIZATION;]

4 (17) bankers' acceptances which are eligible for discount at
5 the Federal Reserve Bank and [NEGOTIABLE TIME] certificates of deposit
6 issued by United States domestic [COMMERCIAL] banks which are members of
7 the Federal Deposit Insurance Corporation if a generally recognized
8 secondary market exists for the certificates of deposit;

9 (18) obligations of, or obligations insured by or guaranteed
10 by, the United States or agencies or instrumentalities of the United
11 States;

12 (19) obligations secured by reserves paid in by the United
13 States or agencies or instrumentalities of the United States or obliga-
14 tions of corporations in which the United States is a shareholder or
15 member;

16 (20) corporate debt securities with a minimum rating of "A" or
17 an equivalent rating by a nationally recognized rating organization;

18 (21) preferred and common stock of companies which have paid
19 dividends in each of the three years immediately preceding the invest-
20 ment;

21 (22) commercial paper bearing the highest rating of a nation-
22 ally recognized rating organization;

23 (23) securities of foreign governments, foreign governmental
24 agencies, and foreign corporations the principal, interest or dividends
25 on which are payable in either United States dollars or foreign curren-
26 cies; however, investments under this paragraph may not exceed 15 per-
27 cent of the total investments of the retirement fund;

28 (24) foreign time deposits of both United States-owned and
29 foreign-owned banks and trust companies denominated in either United

1 States dollars or foreign currencies; however, investments under this
2 paragraph may not exceed 25 percent of the total investments of the re-
3 irement fund;

4 * Sec. 2. AS 14.25.180(c) is amended to read:

5 (c) In making investments the commissioner of revenue shall exer-
6 cise the judgment and care under the circumstances then prevailing which
7 an institutional investor [MEN] of ordinary prudence, discretion, and
8 intelligence exercises [EXERCISE] in the management of large investments
9 entrusted to it [THEIR OWN AFFAIRS] not in regard to speculation but in
10 regard to the permanent disposition of [THEIR] funds, considering [THE]
11 probable safety of capital as well as probable income [THEREFROM AS WELL
12 AS THE PROBABLE SAFETY OF THEIR CAPITAL]. However, no more than 50
13 percent of the retirement fund may be invested at any given time in
14 corporate stocks and debt securities [BONDS], nor may more than five
15 percent of the voting stock of a [ANY] corporation be owned. Stocks
16 eligible for purchase are restricted to stocks which, except for bank
17 stocks and insurance stocks, are listed upon an exchange registered with
18 the Federal Securities and Exchange Commission.

19 * Sec. 3. AS 14.25.180(d)(5) is amended to read:

20 (5) register investments held in the retirement fund in the
21 name of the system;

22 * Sec. 4. AS 14.25.180(e) is repealed and re-enacted to read:

23 (e) To qualify as a mortgage which may be purchased under (b)(11),
24 (12) or (13) of this section,

25 (1) the originating financial institution must certify that
26 the mortgage has been made in compliance with law and that liens sup-
27 porting the mortgage have been perfected;

28 (2) the mortgage may not have been held by the originating
29 financial institution for a period greater than 90 days.

1 * Sec. 5. AS 14.25.180 is amended by adding new subsections to read:

2 (g) The commissioner of revenue may enter into futures contracts
3 for the sale of investments purchased under (b) of this section only for
4 the purpose of hedging an existing equivalent ownership position in the
5 investments.

6 (h) The commissioner of revenue may transfer at any time a portion
7 of the assets of the retirement fund to a trust which is qualified under
8 sec. 401(a) and exempt from taxation under sec. 501(a) of the Internal
9 Revenue Code of 1954, as amended, and which is maintained as a medium
10 for pooling a portion of the funds of pension and profit-sharing trusts
11 for diversifying investments in real estate and interests in real
12 estate.

13 (i) The commissioner of revenue may enter into a contract or trust
14 agreement necessary to effectuate the transfer of assets of the retire-
15 ment fund or to maintain the assets of the retirement fund to be trans-
16 ferred to a trust under (h) of this section.

17 * Sec. 6. AS 37.10.070 is repealed and re-enacted to read:

18 Sec. 37.10.070. INVESTMENT OF SURPLUS FUNDS. (a) When the
19 commissioner of revenue determines that there is in the state treasury a
20 surplus above an amount sufficient to meet current and projected cash
21 expenditure needs, the surplus shall be invested at competitive national
22 market rates unless otherwise provided by law in any of the following:

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

25 (2) obligations secured by reserves paid in by the United
26 States or agencies or instrumentalities of the United States or obliga-
27 tions of corporations in which the United States is a shareholder or
28 member;

29 (3) certificates of deposit issued by United States domestic

1 banks which are members of the Federal Deposit Insurance Corporation for
2 which a generally recognized secondary market exists or which are
3 secured fully at all times as to the payment of principal and interest
4 in accordance with Alaska law;

5 (4) corporate debt securities with a minimum rating of "Baa"
6 or the equivalent by a nationally recognized rating organization and the
7 preferred and common stocks of companies which have paid dividends
8 continuously for the last three years;

9 (5) commercial paper bearing the highest rating of a na-
10 tionally recognized rating organization;

11 (6) securities of foreign governments, foreign governmental
12 agencies, and foreign corporations the principal, interest or dividends
13 of which are payable in either United States dollars or foreign curren-
14 cies;

15 (7) bankers acceptances drawn on and accepted by banks with a
16 combined capital and surplus aggregating at least \$200,000,000;

17 (8) shares of federally chartered savings and loan associa-
18 tions in Alaska which are fully secured at all times as to the payment
19 of principal and interest in accordance with Alaska law;

20 (9) savings certificates issued by state-chartered savings
21 and loan associations in Alaska which are fully secured at all times as
22 to the payment of principal and interest in accordance with Alaska law;

23 (10) deposits with mutual savings banks in Alaska which are
24 fully secured at all times as to the payment of principal and interest
25 in accordance with Alaska law;

26 (11) fixed-term certificates of indebtedness of federally
27 insured credit unions in Alaska which are fully secured at all times as
28 to the payment of principal and interest in accordance with Alaska law;

29 (12) foreign time deposits of both United States-owned and

1 f foreign-owned banks and trust companies denominated in either United
2 States dollars or foreign currencies.

3 (b) In making investments, the commissioner of revenue shall
4 exercise the judgment and care under the circumstances then prevailing
5 which an institutional investor of ordinary prudence, discretion, and
6 intelligence exercises in the management of large investments entrusted
7 to it not in regard to speculation but in regard to the permanent dispo-
8 sition of funds, considering probable safety of capital as well as
9 probable income.

10 (c) Except as provided in this section, the commissioner of revenue
11 may

12 (1) invest and reinvest the principal and income without
13 distinction between principal and income;

14 (2) sell, exchange, convey, transfer, or otherwise dispose of
15 an investment of the general fund by private contract or at public
16 auction;

17 (3) vote upon a stock, bond, or other security; give a general
18 or special proxy or power of attorney with or without power of substitu-
19 tion; exercise a conversion privilege, subscription right, or other
20 option and make payments incidental to it; consent to or participate in
21 a corporate reorganization or other change affecting corporate securi-
22 ties, delegate discretionary power, pay an assessment or charge in
23 connection with the delegation; and generally exercise any of the powers
24 of an owner with respect to stocks, bonds, securities, or other invest-
25 ments held in the general fund;

26 (4) make, execute, acknowledge, and deliver documents of
27 transfer and conveyance and instruments necessary or appropriate to
28 carry out the powers granted;

29 (5) register investments held in the name of the state;

1 (6) do all acts whether or not expressly authorized which are
2 considered necessary or proper for the protection of the investments.

3 (d) The commissioner of revenue may enter into futures contracts
4 for the sale of investments purchased under (a) of this section only for
5 the purpose of hedging an existing equivalent ownership position in
6 these investments.

7 (e) The commissioner of revenue may enter into contracts for
8 services providing investment advice, custody of securities, and execu-
9 tion of transactions, in or out of Alaska.

10 * Sec. 7. AS 39.35.110(a) is amended to read:

11 (a) When, in the opinion of the commissioner of administration,
12 there is on hand in the pension fund a surplus over and above a reason-
13 ably safe amount to take care of current demands upon the fund, the
14 surplus, or so much of it as in the judgment of the commissioner of
15 administration is considered proper, may be invested at competitive
16 national market rates by the commissioner of revenue in

17 [(1) BONDS OR OTHER INTEREST-BEARING OBLIGATIONS AND SECURI-
18 TIES OF THE (A) UNITED STATES OR AN AGENCY OF THE UNITED STATES, (B) A
19 STATE OF THE UNITED STATES, OR (C) A POLITICAL SUBDIVISION OF A STATE OF
20 THE UNITED STATES, IF THE POLITICAL SUBDIVISION HAS A POPULATION AS
21 SHOWN BY THE LAST FEDERAL CENSUS PRECEDING THE INVESTMENT OF NOT LESS
22 THAN 30,000 INHABITANTS; WITH RESPECT TO POLITICAL SUBDIVISIONS OF THIS
23 STATE, NO POPULATION LIMITATION APPLIES;

24 (2) FIRST LIEN REAL ESTATE MORTGAGE SECURITIES INSURED BY THE
25 FEDERAL HOUSING ADMINISTRATION UNDER THE NATIONAL HOUSING ACT OF THE
26 UNITED STATES OR HELD BY THE DIVISION OF VETERANS' AFFAIRS UNDER
27 AS 26.15, OR LOANS GUARANTEED BY THE DIVISION OF VETERANS' AFFAIRS UNDER
28 AS 26.15.040(b);

29 (3) CORPORATION BONDS AND PREFERRED AND COMMON STOCKS AS THE

1 COMMISSIONER OF REVENUE CONSIDERS PROPER INVESTMENTS FOR THE FUNDS;

2 (4) FIRST LIEN REAL ESTATE MORTGAGE SECURITIES HELD BY THE
3 DEPARTMENT OF NATURAL RESOURCES UNDER AS 03.10;]

4 (5) shares of federally chartered savings and loan associa-
5 tions in Alaska, to the extent that the [SUCH] investment is insured by
6 the federal government or an agency of the federal government [THEREOF];

7 (6) deposits with mutual savings banks in Alaska, to the
8 extent that the [SUCH] investment is insured by the federal government
9 or an agency of the federal government [THEREOF];

10 (7) deposits with state and national banks in Alaska to the
11 extent that the investment is insured by the federal government or an
12 agency of the federal government;

13 (8) [MUTUAL FUNDS;]

14 (9) the guaranteed portion of Small Business Administration
15 loans;

16 (10) first lien real estate mortgages guaranteed by the federal
17 Veterans Administration;

18 (11) notes secured by mortgages of commercial or residential
19 buildings [REAL ESTATE OR OTHER SECURITY] if the mortgages are insured
20 by a private mortgage insurance corporation which is authorized to do
21 business in Alaska and has combined capital, surplus and reserves aggre-
22 gating at least \$20,000,000; however,

23 (A) no mortgage insurance is necessary for commercial
24 loans having loan-to-value ratios of less than 50 percent and the
25 minimum coverage of other commercial loans shall be 10 percent for
26 those having a loan-to-value ratio of 50-60 per cent and 15 percent
27 for those having a loan-to-value ratio greater than 60 percent but
28 no more than 75 percent, and

29 (B) no mortgage insurance is necessary for residential

1 loans having a loan-to-value ratio of less than 70 percent and the
2 minimum coverage of other residential loans shall be 10 percent for
3 those having a loan-to-value ratio greater than 70 percent but less
4 than 90 percent and 20 percent for those having a loan-to-value
5 ratio of 90 percent;

6 (12) conventional residential mortgages if the originating
7 financial institution retains at least 25 percent of the mortgage for a
8 minimum of two years;

9 (13) notes secured by mortgages of commercial buildings [REAL
10 ESTATE] if the originating financial institution retains at least 25
11 percent of the mortgage until maturity;

12 (14) FHA guaranteed portion of business and industrial loans
13 made under the Rural Development Act of 1972;

14 [(15) GUARANTEED PORTION OF LOANS MADE UNDER THE FEDERAL SHIP
15 FINANCING ACT OF 1972;

16 (16) BONDS, DEBENTURES, NOTES, OR OTHER OBLIGATIONS ISSUED,
17 GUARANTEED, OR ASSUMED AS TO BOTH PRINCIPAL AND INTEREST BY THE GOVERN-
18 MENT OF THE DOMINION OF CANADA, OR BY ANY PROVINCE OF CANADA, OR BY ANY
19 MUNICIPALITY OF CANADA WHICH HAS A POPULATION OF NOT LESS THAN 150,000,
20 IF (A) THE FULL FAITH AND CREDIT OF THE ISSUER, GUARANTOR, OR ASSUMER OF
21 THE BONDS, DEBENTURES, NOTES, OR OTHER OBLIGATIONS IS PLEDGED FOR THE
22 PAYMENT OF PRINCIPAL AND INTEREST ON THEM, (B) THE PRINCIPAL AND INTEREST
23 ON THEM IS PAYABLE IN UNITED STATES CURRENCY, EITHER UNCONDITIONALLY OR
24 AT THE OPTION OF THE HOLDER, AND (C) THESE OBLIGATIONS ARE RATED A OR AN
25 EQUIVALENT QUALITY BY A NATIONALLY RECOGNIZED RATING ORGANIZATION;]

26 (17) bankers' acceptances which are eligible for discount at
27 the Federal Reserve Bank and [NEGOTIABLE TIME] certificates of deposit
28 issued by United States domestic [COMMERCIAL] banks which are members of
29 the Federal Deposit Insurance Corporation if a generally recognized

1 secondary market exists for the certificates of deposit;

2 (18) obligations of, or obligations insured by or guaranteed
3 by, the United States or agencies or instrumentalities of the United
4 States;

5 (19) obligations secured by reserves paid in by the United
6 States or agencies or instrumentalities of the United States or obliga-
7 tions of corporations in which the United States is a shareholder or
8 member;

9 (20) corporate debt securities with a minimum rating of "A" or
10 an equivalent rating by a nationally recognized rating organization;

11 (21) preferred and common stock of companies which have paid
12 dividends in each of the three years immediately preceding the invest-
13 ment;

14 (22) commercial paper bearing the highest rating of a nation-
15 ally recognized rating organization;

16 (23) securities of foreign governments, foreign governmental
17 agencies, and foreign corporations the principal, interest or dividends
18 on which are payable in either United States dollars or foreign curren-
19 cies; however, investments under this paragraph may not exceed 15 per-
20 cent of the total investments of the pension fund;

21 (24) foreign time deposits of both United States-owned and
22 foreign-owned banks and trust companies denominated in either United
23 States dollars or foreign currencies; however, investments under this
24 paragraph may not exceed 25 percent of the total investments of the pen-
25 sion fund;

26 * Sec. 8. AS 39.35.110(c) is amended to read:

27 (c) In making investments the commissioner of revenue shall exer-
28 cise the judgment and care under the circumstances then prevailing which
29 an institutional investor [A MAN] of ordinary prudence, discretion, and

1 intelligence exercises in the management of large investments entrusted
2 to it [HIS OWN AFFAIRS] not in regard to speculation but in regard to
3 the permanent disposition of [HIS] funds, considering [THE] probable
4 safety of capital as well as probable income [FROM THEM AS WELL AS THE
5 PROBABLE SAFETY OF HIS CAPITAL]. However, no more than 50 percent of
6 the pension fund may be invested at a given time in [MUTUAL FUNDS AND]
7 corporate stocks and debt securities [BONDS], nor may [ANY] more than
8 five percent of the voting stock of one corporation be owned. Stocks
9 eligible for purchase are restricted to stocks which, except for bank
10 stocks and [,] insurance stocks [, AND SHARES IN MUTUAL FUNDS], are
11 listed upon an exchange registered with the Federal Securities and
12 Exchange Commission.

13 * Sec. 9. AS 39.35.110(e) is repealed and re-enacted to read:

14 (e) To qualify as a mortgage which may be purchased under (a)(11),
15 (12), or (13) of this section,

16 (1) the originating financial institution must certify that
17 the mortgage being sold has been made in compliance with law and that
18 liens supporting the mortgage have been perfected;

19 (2) the mortgage may not have been held by the originating
20 financial institution for a period greater than 90 days.

21 * Sec. 10. AS 39.35.110 is amended by adding new subsections to read:

22 (h) The commissioner of revenue may enter into futures contracts
23 for the sale of investments purchased under (a) of this section only for
24 the purpose of hedging an existing equivalent ownership position in the
25 investments.

26 (i) The commissioner of revenue may transfer at any time a portion
27 of the assets of the retirement fund to a trust which is qualified under
28 sec. 401(a) and exempt from taxation under sec. 501(a) of the Internal
29 Revenue Code of 1954, as amended, and which is maintained as a medium

1 for pooling a portion of the funds of pension and profit sharing trusts
2 for diversifying investments in real estate and interests in real es-
3 tate.

4 (j) The commissioner of revenue may enter into a contract or trust
5 agreement necessary to effectuate the transfer of assets of the pension
6 fund or to maintain the assets of the pension fund to be transferred to
7 a trust under (i) of this section.

8 * Sec. 11. AS 44.25 is amended by adding a new section to article 1 to
9 read:

10 Sec. 44.25.025. ANNUAL REVIEW OF LENDING PRACTICES. The commis-
11 sioner of revenue shall adopt regulations providing for annual review of
12 the lending practices of financial institutions offering or participat-
13 ing in loans which are directly or indirectly financed by the state,
14 including loans purchased by the state in the secondary money market, or
15 financial institutions receiving deposits of money from the state. The
16 annual review shall provide opportunities for public review of and
17 comment on the lending record of financial institutions managing public
18 money and provide opportunities for the public to express local community
19 credit needs to the commissioner of revenue. The commissioner of revenue
20 shall consider the comments and statements from local communities in
21 determining the eligibility of a financial institution to receive money
22 from the state and shall consider the extent to which a financial insti-
23 tution has addressed credit needs in the communities in which it serves.
24 Public reporting by financial institutions required under this section
25 may not disclose the names of individual loan recipients.

26 * Sec. 12. TRANSITION. The provision for an immediate effective date for
27 sec. 6 of this Act does not prevent the commissioner of revenue from ful-
28 filling general fund investment commitments made before the effective date of
29 this Act. However, the provisions of AS 37.10.070, as amended by sec. 6 of

1 this Act, apply to all new general fund investments committed to and made on
2 or after the effective date of this Act.

3 * Sec. 13. AS 03.10.054; AS 16.10.330, 16.10.550; AS 26.15.070(b); AS 44.
4 33.270(b), 44.33.370(b); AS 44.47.350(b); AS 45.88.040(b); AS 45.90.040(b);
5 and AS 45.95.020(b) are repealed.

6 * Sec. 14. AS 39.35.110(b) and (g) are repealed.

7 * Sec. 15. Section 13 of this Act takes effect July 1, 1980.

8 * Sec. 16. Sections 1 - 12, and 14 - 16 of this Act take effect immedi-
9 ately in accordance with AS 01.10.070(c).

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