

Offered: 5/7/86
Referred: Rules

Original sponsors: Boucher and Taylor

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

SENATE CS FOR HOUSE BILL NO. 406 (Finance)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to investment of funds from deferred
7 compensation."

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

9 * Section 1. AS 39.45.010 is amended to read:

10 Sec. 39.45.010. AUTHORITY. The state or a political subdivision
11 of the state may, by contract, agree with an employee to defer, in
12 whole or in part, that employee's salary or wages. [IF INCLUDED IN
13 THE CONTRACT TO DEFER PAYMENT OF SALARY OR WAGES, THE STATE OR A
14 POLITICAL SUBDIVISION OF THE STATE SHALL PURCHASE A FIXED OR VARIABLE
15 LIFE INSURANCE OR ANNUITY CONTRACT FOR THE PURPOSE OF FUNDING THE
16 DEFERRED COMPENSATION PROGRAM PROVIDED FOR IN THIS CHAPTER, FOR THE
17 EMPLOYEE.]

18 * Sec. 2. AS 39.45.030 is amended to read:

19 Sec. 39.45.030. INVESTMENT AUTHORITY. The administrator of the
20 state or political subdivision deferred compensation program is au-
21 thorized, subject to contracts with individual employees, to invest
22 the funds held under a deferred compensation program in

23 (1) fixed and variable life insurance and annuity contracts
24 or other contracts issued by life insurance companies;

25 (2) shares of or deposits in insured state or federal char-
26 tered credit unions in the state;

27 (3) shares of or deposits in insured state or federal char-
28 tered savings and loan associations in the state;

29 (4) deposits in insured mutual savings banks in the state;

1 (5) deposits in insured state and national banks in the
2 state; and

3 (6) multi-employer trusts established for investment of
4 deferred compensation assets of state and local governments.

5 * Sec. 3. AS 39.45.030 is amended by adding a new subsection to read:

6 (b) In this section, "insured" means insured by the federal
7 government or an agency of the federal government.