

Offered: 4/24/85  
Referred: Rules

Original sponsor: Rodey

1 IN THE SENATE BY THE FINANCE COMMITTEE  
2 CS FOR SENATE BILL NO. 233 (Finance)  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 FOURTEENTH LEGISLATURE - FIRST SESSION  
5 A BILL  
6 For an Act entitled: "An Act adding obligations of the state or instrumen-  
7 talities of the state to the list of collateral that  
8 may be used to secure certain investments of the  
9 Alaska permanent fund; and providing for an effective  
10 date."  
11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:  
12 \* Section 1. AS 37.13.120(m) is amended to read:  
13 (m) Certificates of deposit or the equivalent instruments that  
14 [WHICH] are not of a quality that may be readily sold in a secondary  
15 market at prices reflecting fair value must be secured by a pledge as  
16 collateral of investments authorized for the Alaska permanent fund  
17 under (g)(1), (2), (8), or (12) - (17) of this section or by a pledge  
18 as collateral of obligations of the state or instrumentalities of the  
19 state that are rated at least "A" by a major bond rating service and  
20 have a demonstrated secondary market, which investments or obligations  
21 have value at least equal to the face value of the certificate of  
22 deposit. The board may require substitution of collateral in order to  
23 ensure continued satisfaction of the requirements set out in this  
24 subsection.  
25 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.-  
26 10.070(c).