

HOUSE BILL NO. 469

IN THE LEGISLATURE OF THE STATE OF ALASKA  
SEVENTEENTH LEGISLATURE - SECOND SESSION

BY REPRESENTATIVE GRUENBERG

Introduced: 2/12/92

Referred: Labor & Commerce, Judiciary

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to common trust funds of banks and trust companies."

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

3 \* Section 1. AS 06.35.010 is amended to read:

4           Sec. 06.35.010. COMMON TRUST FUNDS. (a) A bank or trust company qualified to  
5 act as fiduciary in the state may establish common trust funds to furnish investments to itself as  
6 fiduciary, to its affiliates, or to itself and others, including its affiliates, as co-fiduciaries.

7           (b) A bank or trust company may, as a fiduciary or co-fiduciary, invest funds that it  
8 lawfully holds for investment in interests in common trust funds it, or its affiliates, establish  
9 [ESTABLISHES UNDER (a) OF THIS SECTION] if the investment is not prohibited by the  
10 instrument, judgment, decree, or order creating the fiduciary relationship, and if, in the case of  
11 co-fiduciaries, the bank or trust company procures the consent of its co-fiduciaries to the  
12 investment.

13 \* Sec. 2. AS 06.35.010 is amended by adding a new subsection to read:

14           (c) In this section, "affiliate" means a bank or trust company that is a member of the

- 1 same affiliated group; in this subsection, "affiliated group" has the meaning given in 26 U.S.C.
- 2 1504 (Internal Revenue Code).