

HOUSE BILL NO. 375

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - SECOND SESSION

**BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE BUDGET AND
AUDIT COMMITTEE**

Introduced: 1/14/94

Referred: State Affairs, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to investments of the permanent fund in certain limited
2 partnerships each of whose principal purpose is investment in securities of public
3 or private companies; and providing for an effective date."

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

5 * Section 1. AS 37.13.120(g) is amended by adding a new paragraph to read:

6 (21) limited partnerships; at the time of each investment, the aggregate
7 investment of the fund under this paragraph may not exceed five percent of the total
8 investments of the fund; (i) and (j) of this section do not apply to investments under
9 this paragraph; investments may only be made in a limited partnership

10 (A) the principal purpose of which is investment in securities
11 of public or private companies;

12 (B) the promoter or sponsor of which is an institutional investor
13 with at least five years experience in managing substantial investments in
14 securities of public companies;

1 (C) in which other investors and the general partners contribute
2 at least 40 percent of the capital; and

3 (D) that at no time owns more than five percent of the voting
4 stock of a corporation engaged in the oil and gas business if a substantial
5 portion of the operations of the corporation are conducted or located in the
6 state.

7 * Sec. 2. This Act takes effect immediately under AS 01.10.070(c).