

CS FOR SENATE BILL NO. 244(L&C)
IN THE LEGISLATURE OF THE STATE OF ALASKA
EIGHTEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE LABOR AND COMMERCE COMMITTEE

Offered: 5/3/94
Referred: JUD, FIN

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE BUDGET AND
AUDIT COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to equity investments of the permanent fund; and providing for
2 an effective date."

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

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

5 (21) notwithstanding AS 37.13.120(i), equity investments may comprise
6 more than five percent of the stock of a corporation if the investments in excess of five
7 percent consist of an interest in a nonrecourse partnership or ownership in a
8 nonrecourse collective investment vehicle, and only under the following conditions:

9 (A) the fund may not own more than a 60 percent interest in a
10 partnership or collective investment vehicle;

11 (B) the aggregate investment of the fund under this paragraph
12 may not exceed five percent of the total investments of the fund;

13 (C) at no time may the fund own, directly or indirectly, through
14 a corporation, partnership, or collective investment vehicle, more than five

1 percent of any entity that has substantial oil and gas operations in the state;
2 (D) appropriate policies and procedures for investments under
3 this paragraph shall be reviewed and approved at least annually by the board.
4 * Sec. 2. This Act takes effect immediately under AS 01.10.070(c).