

classes provided for in this Act. For purposes of reimbursement, a class is considered to have 15 students or less. If there are 16 students in the class, the State Department of Education shall reimburse for two teachers. The reimbursible allowance for teaching supplies is 300% of the amount allowed for supplies for a normal child. In other areas where there is not sufficient number for the organization of a special class or classes, exceptional children may be entered in special classes in any other district; and all per capita apportionment paid to such areas for each such school child shall be transferred to the school district that provides the facilities for their education by the proper authorities.

Sec. 2. Sec. 11, Ch. 120, SLA 1959 is repealed and re-enacted to read as follows:

Sec. 11. Psychologist Qualifications.

The standards for a psychologist shall be at least the minimum standards set out in the state classification plan for a psychologist, and such additional requirements as may be prescribed by the Commissioner or Board of Education.

Sec. 3. Sec. 13, Ch. 120, SLA 1959 is amended to read as follows:

Sec. 13. Appropriations: Purposes.

The appropriations made under the authority of the provisions of this Act are to be used to pay school districts establishing and maintaining special classes 100 percent of the cost of the teachers' salaries on the state salary schedule, as well as an allowance for

teaching supplies of 300% of the amount allowed for supplies for a normal child.

Sec. 4. Sec. 17, Ch. 120, SLA 1959 is repealed and re-enacted to read as follows:

Sec. 17. Application for Enrollment.

The parents or guardians of any exceptional child residing in such public school system or systems or the school administrator, shall initiate application upon prescribed form for the enrollment of such child, through the system to the state Department of Education; provided, however, that in the event the administrator initiates the placement, it shall be with the full knowledge and consent of the parent or guardian. Final certification of a student to the program is the responsibility of the Commissioner of Education. Such child shall thereupon undergo physical and psychological examination by accredited personnel for the purpose of determining whether or not the child is capable of receiving benefit from participation in such a special education program, and if determined eligible and capable of receiving the indicated benefits, and upon approval of application by the Commissioner of Education, shall thereupon be recommended for enrollment.

Sec. 5. Sec. 5, Ch. 120, SLA 1959 is repealed.

Sec. 6. Wherever the words "district" or "school district" or "districts" or "school districts" appear in Ch. 120, SLA 1959 as amended by this Act, strike them and substitute "public school system" or "public school systems" respectively.

Approved April 18, 1961

CHAPTER 126

AN ACT

Relating to the bonded indebtedness of public utility and school districts; amending Sec. 49-2-23, ACLA 1949, as amended by Sec. 1, Ch. 38, SLA 1960; and providing for an effective date.

(S.B. 137)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Sec. 49-2-23, ACLA 1949, as amended by Sec. 1, Ch. 38, SLA 1960 is

amended to read:

Sec. 49-2-23. Construction, Etc., of Public Utilities and School Facilities: Authority to Incur Bonded Indebtedness.

Public utility and school districts in the State of Alaska, organized or which may be organized under the laws of the State are authorized to construct, improve, extend, better, repair, reconstruct, acquire, and operate any and all types of public utilities and improvements, school buildings and facilities connected therewith, respectively, under and in accordance with and to the full extent provided

by the laws of said State relating to public utility and school districts in said State, and to incur general obligation and revenue bonded indebtedness and to issue negotiable bonds for any or all of said purposes.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 18, 1961

CHAPTER 127

AN ACT

Relating to commercial paper negotiated pursuant to the Alaska World War II Veterans' Act and Ch. 139, SLA 1953 as amended; and providing for an effective date.

(2dC.S.H.B. 101)

Be it enacted by the Legislature of the State of Alaska:

Section 1. The commissioner of commerce shall have the power and is hereby authorized to sell or transfer at par value or at a premium or discount to the Department of Revenue or any bank or other private purchaser for cash or other con-

sideration the mortgages and notes held by the Department of Commerce as security for loans made pursuant to the Alaska World War II Veterans' Act as amended and by Ch. 139, SLA 1953 (the Korean Veterans Act) as amended.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 18, 1961

CHAPTER 128

AN ACT

Relating to the Teachers' Retirement System; amending Subsec. b, Sec. 19, Ch. 145, SLA 1955, as repealed and re-enacted by Sec. 15, Ch. 89, SLA 1960; and providing for an effective date.

(H.B. 102)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Subsec. b, Sec. 19, Ch. 145, SLA 1955, as repealed and re-enacted by Sec. 15, Ch. 89, SLA 1960, is amended to read:

b. Whenever, in the opinion of the Commissioner of Administration, there is on hand in the Retirement Fund a surplus over and above a reasonably safe amount to take care of current demands upon such fund, such surplus, or so much thereof as in the judgment of the Commissioner of Administration is deemed proper, may be invested by the

Commissioner of Revenue in (1) bonds or other interest bearing obligations and securities of the United States, any state thereof or any political subdivision of any state of the United States, provided such political subdivision has a population as shown by the last federal census preceding such investment of not less than 30,000 inhabitants, except with respect to political subdivisions located in the State of Alaska, no population limitation shall apply, (2) first lien real estate mortgage securities insured by the Federal Housing Administration under the National Housing Act of the United States, or held by the Division of Vet-