



# LAWS OF ALASKA

1986

**Source**

SCS HB 406 (Fin)

**Chapter No.**

125

**AN ACT**

Relating to investment of funds from deferred compensation.

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

THE ACT FOLLOWS ON PAGE 1, LINE 9

UNDERLINED MATERIAL INDICATES TEXT THAT IS BEING ADDED TO THE LAW AND BRACKETED MATERIAL IN CAPITAL LETTERS INDICATES DELETIONS FROM THE LAW; COMPLETELY NEW TEXT OR MATERIAL REPEALED AND RE-ENACTED IS IDENTIFIED IN THE INTRODUCTORY LINE OF EACH BILL SECTION.

Approved by the Governor: June 8, 1986  
Actual Effective Date: September 6, 1986

AN ACT

Relating to investment of funds from deferred compensation.

\* Section 1. AS 39.45.010 is amended to read:

Sec. 39.45.010. AUTHORITY. The state or a political subdivision of the state may, by contract, agree with an employee to defer, in whole or in part, that employee's salary or wages. [IF INCLUDED IN THE CONTRACT TO DEFER PAYMENT OF SALARY OR WAGES, THE STATE OR A POLITICAL SUBDIVISION OF THE STATE SHALL PURCHASE A FIXED OR VARIABLE LIFE INSURANCE OR ANNUITY CONTRACT FOR THE PURPOSE OF FUNDING THE DEFERRED COMPENSATION PROGRAM PROVIDED FOR IN THIS CHAPTER, FOR THE EMPLOYEE.]

\* Sec. 2. AS 39.45.030 is amended to read:

Sec. 39.45.030. INVESTMENT AUTHORITY. The administrator of the state or political subdivision deferred compensation program is authorized, subject to contracts with individual employees, to invest the funds held under a deferred compensation program in

(1) fixed and variable life insurance and annuity contracts or other contracts issued by life insurance companies;

(2) shares of or deposits in insured state or federal chartered credit unions in the state;

(3) shares of or deposits in insured state or federal chartered savings and loan associations in the state;

(4) deposits in insured mutual savings banks in the state;

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1                   (5) deposits in insured state and national banks in the  
2                   state; and

3                   (6) multi-employer trusts established for investment of  
4                   deferred compensation assets of state and local governments.

5 \* Sec. 3. AS 39.45.030 is amended by adding a new subsection to read:

6                   (b) In this section, "insured" means insured by the federal  
7                   government or an agency of the federal government.