



# LAWS OF ALASKA

1970

Source

HB 751

Chapter No.

118

## AN ACT

Relating to the disposition of property to secure cooperative indebtedness.

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

\* Section 1. AS 10.25.390 is amended to read:

Sec. 10.25.390. DISPOSITION OF PROPERTY TO SECURE INDEBTEDNESS. The board of directors of a cooperative may, without authorization by the members of the cooperative, authorize the execution and delivery of mortgages or deeds of trust of, or the pledging or encumbering of, the property, assets, rights, privileges, licenses, franchises and permits of the cooperative, whether acquired or to be acquired, and wherever situated, as well as the revenues therefrom, upon the terms and conditions the board of directors determines, to secure an indebtedness of the cooperative.

\* Sec. 2. AS 10.25.400 is amended to read:

Sec. 10.25.400. LIMITATIONS ON DISPOSITION OF ALL THE PROPERTY. A cooperative may not otherwise sell, lease or dispose of all or a substantial portion of its property unless the transaction is authorized by the affirmative vote of not less than a majority of all the members of the cooperative. However, notwithstanding a provision of this chapter or any other provision of law, the board of directors may, upon the authorization of a majority of those members of the cooperative present at a meeting of the members, sell, lease or otherwise dispose of all or a substantial portion of its property to another cooperative or to the holder of an evidence of indebtedness issued to the United States of America or an agency or instrumentality of it.

Approved by governor: May 8, 1970  
Actual effective date: August 6, 1970