



LAWS OF ALASKA

1990

Chapter No.

80

Source

HB 584 am

AN ACT

Relating to a revolving loan fund in the Department of Health and Social Services.

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

THE ACT FOLLOWS ON PAGE 1, LINE 9

Approved by the Governor: June 4, 1990
Actual Effective Date: September 2, 1990

AN ACT

Relating to a revolving loan fund in the Department of
Health and Social Services.

* Section 1. AS 44.29 is amended by adding new sections to read:

ARTICLE 3. ALCOHOLISM AND DRUG ABUSE REVOLVING LOAN FUND.

Sec. 44.29.210. CREATION OF AN ALCOHOLISM AND DRUG ABUSE REVOLVING LOAN FUND. (a) There is created in the department an alcoholism and drug abuse revolving loan fund as required under 42 U.S.C. 300x - 4a to qualify the state to receive block grant money from the United States Department of Health and Human Services under 42 U.S.C. 300x - 2.

(b) The fund consists of money appropriated to it, payments of principal on loans made from it, and money chargeable to principal that is collected through liquidation by foreclosure or other process on loans made from it.

(c) Money in the fund may be used as required under 42 U.S.C. 300x - 4a to make loans to private nonprofit organizations for the cost of establishing programs to help pay the living expenses of individuals recovering from alcohol or drug abuse who may reside in groups.

Sec. 44.29.215. SPECIAL ACCOUNT ESTABLISHED. (a) There is established as a special account within the alcoholism and drug abuse revolving loan fund the foreclosure expense account. This account is established as a reserve from fund equity.

1 (b) The department may expend money credited to the foreclosure
2 expense account when necessary to protect the department's security
3 interest in collateral on loans made under AS 44.29.210 or to defray
4 expenses incurred during foreclosure proceedings after a default by an
5 obligor.

6 Sec. 44.29.220. POWERS AND DUTIES OF THE DEPARTMENT. (a) The
7 department may

8 (1) adopt regulations necessary to carry out its functions
9 under AS 44.29.210 - 44.29.230 and to administer the program required
10 under 42 U.S.C. 300x - 4a, including regulations to establish reason-
11 able fees for services provided, procedures for foreclosure proceed-
12 ings, and procedures for collecting delinquent accounts;

13 (2) establish amortization plans for the repayment of
14 loans;

15 (3) charge and collect the fees established under this
16 subsection; and

17 (4) contract for the servicing of loans made under AS 44.-
18 29.210.

19 (b) The commissioner of administration shall separately account
20 for all earnings, interest, fees, and collection charges that the
21 department deposits in the general fund. The annual estimated balance
22 in the account may be used by the legislature to make appropriations
23 to the department to carry out the purposes of AS 44.29.210 - 44.29.-
24 230.

25 Sec. 44.29.225. DISPOSAL OF PROPERTY ACQUIRED BY DEFAULT OR
26 FORECLOSURE. The department shall dispose of property acquired
27 through default or foreclosure on a loan made under AS 44.29.210.
28 Disposal shall be made in a manner that serves the best interests of
29 the state and may include the amortization of payments over a period
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of years.

Sec. 44.29.230. DEFINITION. In AS 44.29.210 - 44.29.230, "department" means the Department of Health and Social Services.

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