

**SENATE BILL NO. 30**

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY SENATORS DUNCAN, Ellis, Salo, Zharoff

Introduced: 1/16/95

Referred: HES, L&C, FIN

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act establishing a loan guarantee and interest rate subsidy program for  
2 assistive technology."

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

4 \* **Section 1.** AS 23.15 is amended by adding a new section to read:

5           Sec. 23.15.125. ASSISTIVE TECHNOLOGY LOAN GUARANTEE AND  
6 INTEREST SUBSIDY PROGRAM. (a) An assistive technology loan guarantee fund  
7 is established in the agency. The fund consists of money appropriated to it. The  
8 agency may solicit and accept available federal, state, and private money for  
9 distribution from the fund.

10           (b) Subject to (c) and (d) of this section, the agency may use money in the  
11 fund established under this section to guarantee 90 percent of the principal amount of  
12 a loan or to subsidize the interest rate of a loan guaranteed by the agency for  
13 appropriate assistive technology that is best suited for enabling

14           (1) a handicapped individual to obtain or maintain employment; or

1 (2) an individual having a physical or mental disability to live more  
2 independently.

3 (c) The agency may guarantee a loan or subsidize the interest rate of a loan  
4 guaranteed under this section if

5 (1) the loan is made to a handicapped or disabled person or a member  
6 of the person's family;

7 (2) the loan is originated and serviced by a state or federally chartered  
8 financial institution located in the state;

9 (3) before a loan guarantee or subsidy is requested from a lending  
10 institution, the agency determines that the person requesting the loan guarantee or  
11 subsidy is not able to obtain the needed assistive technology from a less costly source;

12 (4) the lending institution determines that the person or the family of  
13 a child reasonably can be expected to repay the loan given their expected income or  
14 other resources; and

15 (5) for a loan to modify a vehicle to provide transportation for a  
16 handicapped person, the applicant has been steadily employed for the 90 days  
17 immediately preceding the date of the loan application.

18 (d) The director shall establish an assistive technology loan committee within  
19 the agency. The committee shall consist of the director, or the director's designee, a  
20 representative of a financial institution who is experienced with consumer loans, and  
21 at least one but not more than three persons with disabilities. The committee shall

22 (1) establish guidelines for providing loans under this section, including  
23 guidelines relating to the maximum amounts and duration of loans and guidelines to  
24 ensure that persons with disabilities who live in rural or remote areas of the state have  
25 adequate access to loans under this section;

26 (2) annually establish the percentage of money in the fund that may be  
27 used for subsidizing the interest rates on loans guaranteed under this section; and

28 (3) make reports and recommendations to the legislature on the  
29 operation of the loan program.

30 (e) In this section, "assistive technology" means durable equipment, adaptive  
31 aids, and assistive devices.