

CS FOR SENATE BILL NO. 221(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 1/27/98

Referred: Rules

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

**1 "An Act relating to negatively amortizing loans secured by owner-occupied real
2 property originated under a program approved or sponsored by the state or
3 federal government, including congressionally chartered national corporations."**

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

5 * Section 1. AS 45.45.010(f) is amended to read:

**6 (f) A bank, credit union, savings and loan institution, pension fund, insurance
7 company, or mortgage company may not require or accept any percent of ownership
8 or profits above its interest rate. This subsection does not apply to a loan if the
9 principal amount of the loan is \$1,000,000 or more and the term of the loan is five
10 years or more, or to a negatively amortizing loan secured by owner-occupied real
11 property originated under a program approved or sponsored by the state or
12 federal government, including congressionally chartered national corporations.**