

HOUSE BILL NO. 373

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/16/00

Referred: Health, Education and Social Services, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to return of contributed capital, or payment of a dividend, to
2 the state by the Alaska Student Loan Corporation; and providing for an effective
3 date."

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

5 * **Section 1.** AS 14.42 is amended by adding a new section to read:

6 **Sec. 14.42.295. Payment to state.** (a) The board may elect to pay the state
7 a return of contributed capital, or a dividend, for each base fiscal year that the
8 corporation's net income equals or exceeds \$2,000,000. The payment may not be less
9 than 10 percent nor more than 35 percent, as approved by the board, of the
10 corporation's net income for the base fiscal year, and is subject to the provisions of
11 any applicable bond indentures of the corporation. If a payment is authorized under
12 this section, payment must be made available by the corporation before the end of the
13 fiscal year in which payment has been authorized. The corporation shall notify the
14 commissioner of revenue when the amount of the payment authorized under this

1 section is available for appropriation.

2 (b) In this section,

3 (1) "base fiscal year" means the fiscal year ending two years before the
4 end of the fiscal year in which a payment under this section is to be made available;

5 (2) "contributed capital" means the assets appropriated by sec. 2,
6 ch. 93, SLA 1987, in the form of unrestricted receipts of loans;

7 (3) "dividend" means return of surplus as reflected in the equity section
8 of the corporation's audited financial statements for the student loan fund
9 (AS 14.42.210);

10 (4) "net income" means the corporation's net income as set out in the
11 audited financial statements of the corporation for the base fiscal year.

12 * **Sec. 2.** This Act takes effect July 1, 2000.