

**HOUSE BILL NO. 471**

IN THE LEGISLATURE OF THE STATE OF ALASKA  
TWENTY-SECOND LEGISLATURE - SECOND SESSION

**BY REPRESENTATIVE GREEN**

**Introduced: 2/19/02**

**Referred: Community and Regional Affairs, Labor and Commerce**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to the definitions of 'net income' and 'unrestricted net income' for**  
2 **purposes of determining the amount of the Alaska Industrial Development and Export**  
3 **Authority's dividend to the state; relating to communities within which rural**  
4 **development loans may be made by the authority; and providing for an effective date."**

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

6 \* **Section 1.** AS 44.88.088(b)(2) is amended to read:

7 (2) "net income" means the authority's **change in net assets** [NET  
8 INCOME] as set out in the audited financial statements of the authority for the base  
9 fiscal year, **excluding amounts attributable to intergovernmental transfers, capital**  
10 **contributions, or grants;**

11 \* **Sec. 2.** AS 44.88.088(b)(3) is amended to read:

12 (3) "unrestricted net income" means the authority's unrestricted **change**  
13 **in net assets** [NET INCOME] as set out in the audited financial statements of the  
14 authority for the base fiscal year, **excluding amounts attributable to**

1 **intergovernmental transfers, capital contributions, or grants.**

2 \* **Sec. 3.** AS 44.88.610(a) is amended to read:

3 (a) The authority may use money from the rural development initiative fund to  
4 make a loan of up to \$100,000 to a person, or a loan of up to \$200,000 to two or more  
5 persons, to be used for working capital, equipment, construction, or other commercial  
6 purposes by a business located in a community with a population of 5,000 or less **that**  
7 **is not connected by road or rail to Anchorage or Fairbanks, or with a population**  
8 **of 2,000 or less that is connected by road or rail to Anchorage or Fairbanks.** A  
9 person who has received a loan under this subsection may not be granted another loan  
10 until after the original loan is entirely repaid. **For purposes of this subsection,**

11 **(1) "community" means a city as defined in AS 29.71.800 or an**  
12 **unincorporated community as defined in AS 29.60.140; and**

13 **(2) "connected by road" does not include a connection by the**  
14 **Alaska marine highway system.**

15 \* **Sec. 4.** The uncodified law of the State of Alaska is amended by adding a new section to  
16 read:

17 TRANSITION. AS 44.88.088(b)(2) and (3), as amended in secs. 1 and 2 of this Act,  
18 first apply to calculations made for base fiscal year 2002 and apply thereafter.

19 \* **Sec. 5.** This Act takes effect immediately under AS 01.10.070(c).