

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHB 227(L&C)
 (H) Publish Date: 3/27/06

Revision Date/Time (Note if correction): _____ Dept. Affected: Commerce
 Title Alaska Small Loans Act RDU Banking & Securities (536)
 Component Banking & Securities
 Sponsor Labor and Commerce
 Requester Labor and Commerce Component No. 2808

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES (1156)	3.0	3.0	3.0	3.0	3.0	3.0
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This legislation implements several provisions to the Alaska Small Loans Act (AS 06.20). It raises the maximum loan amount from \$25,000 to \$50,000 and removes the 36 percent maximum rate for loans less than \$850.00 and the blended rates for loans over \$850.00. The bill has the most impact on loans over \$10,000 by imposing an interest cap on loans to 24 percent. Currently there is no maximum limit on interest rates on loans over \$10,000. In addition, the cap of 24 percent extends to loans up to \$50,000.

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 Approved by: William C. Noll, Commissioner
 Agency: Commerce, Community, and Economic Development

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