

HOUSE BILL NO. 315

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

BY REPRESENTATIVE STORY

Introduced: 2/11/22

Referred: Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the Alaska microloan revolving loan fund."**

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

3 * **Section 1.** AS 44.33.960(a) is amended to read:

4 (a) For an applicant to be eligible for a loan under AS 44.33.950 - 44.33.990,
5 the applicant shall

6 (1) be a resident of the state, as determined under (b) of this section;

7 (2) provide a reasonable amount of money from other nonstate sources
8 for use on any project or enterprise for which money from a loan will be used; and

9 (3) if the requested loan amount is more than \$50,000 [\$35,000],
10 provide to the department a document from a state financial institution stating that

11 (A) the applicant has been denied a loan for the same purpose;

12 or

13 (B) a loan from the financial institution is contingent on the
14 applicant also receiving a loan from the fund.

15 * **Sec. 2.** AS 44.33.965(b) is amended to read:

1 (b) A loan under AS 44.33.950 - 44.33.990

2 (1) may not exceed a term of 15 [12] years, except for extensions
3 under AS 44.33.955;

4 (2) may not bear interest at a rate greater than the prime rate, as
5 defined in AS 44.88.599, plus one [TWO] percentage point [POINTS], but that may
6 not be less than four percent a year or more than eight percent a year;

7 (3) must be secured by collateral acceptable to the commissioner; and

8 (4) may not be made to a person who has a past due child support
9 obligation established by court order or by the child support services agency under
10 AS 25.27.160 - 25.27.220 at the time of application.