

1 IN THE HOUSE

BY MESSRS. KERTTULA, KENDALL, A.
HARRIS, HAMMOND, DEVEAU AND RHODE

2 HOUSE BILL NO. 83

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SECOND LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to farm loans; amending
7 subsec. (a) of Sec. 4 and Sec. 5, Ch. 122,
8 SLA 1953, as amended by Sec. 1, Ch. 156,
9 SLA 1955.

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

11 Section 1. Subsec. (a), Sec. 4, Ch. 122, SLA 1953, as
12 amended by Sec. 1, Ch. 156, SLA 1955 is amended to read:

13 (a) To Make Loans To individual resident Alaska farmers,
14 homesteaders, and partnerships or corporations composed of
15 farmers and homesteaders, [WITH THE EXCEPTION OF MEMBERS OF
16 THE AGRICULTURAL LOAN BOARD AS DESCRIBED IN THIS ACT,] for
17 development of farms, storage, marketing and processing of
18 farm produce, livestock and machinery. To make loans to
19 individuals, partnerships or corporations, for storage and
20 processing plants for agricultural products.

21 Farm Development Loans shall not exceed \$40,000.00
22 [\$20,000.00] nor raise the total real estate indebtedness
23 above \$40,000.00 [\$25,000.00]. Such loans shall not run
24 longer than twenty years nor bear interest in excess of
25 4 1/2%, and shall be secured by a real estate or chattel
26 mortgage or both.

27 Chattel Loans shall not exceed \$25,000.00 [\$10,000.00]
28 for each farm unit; shall not run longer than five years or
29 the useful life of the chattel, nor bear interest in excess

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of 5%, and shall be secured by a real estate or chattel mortgage, or both.

Short Term Crop Loans. Short Term Crop Loans, to be amortized within one year, not to exceed \$5,000.00 [\$2,000.00] to any one borrower may be made for emergency purposes.

Processing and Marketing Loans shall not exceed \$200,000.00. Such loans shall not run longer than twenty years nor bear interest in excess of 4% and shall be secured by real estate or chattel mortgage or both.

Sec. 2. Sec. 5, Ch. 122, SLA 1953 is amended to read:

Section 5. CREATION OF FUND. There is hereby created an agricultural revolving loan fund which fund shall not exceed \$2,000,000.00 [ONE MILLION DOLLARS (\$1,000,000.00)] to carry out the purposes and provisions of this Act.