

Introduced: 2/19/65
Referred: Commerce
and Judiciary

1 IN THE SENATE

RULES COMMITTEE
BY REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 118

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act amending the Alaska Retail Install-
7 ment Sales Act."

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

9 * Section 1. AS 45.10.120 is amended to read:

10 Sec. 45.10.120. EXTENT OF SERVICE CHARGE. (a) The
11 service charge shall include all charges incident to investi-
12 gating and making the retail installment contract or charge
13 agreement and for the privilege of making the installment
14 payments under the contract or agreement. No other fee,
15 expense, or charge may be taken, received, reserved, or
16 contracted for investigating and making the contract or
17 agreement, or for the privilege of making the payments.

18 N (b) A seller or holder of a retail installment contract
19 E may charge, receive and collect a service charge which shall
20 W not exceed the following rates multiplied by the number of
21 months, including any fraction of a month in excess of 15
22 days as one month, elapsing between the date of such contract
23 and the due date of the last installment,

24 M (1) on so much of the unpaid balance as does not
25 A exceed \$1,000, five-sixths of one per cent;

26 T (2) if the unpaid balance exceeds \$1,000, on so
27 T much of the unpaid balance as exceeds \$1,000, two-thirds of
28 E one per cent;

29 R (3) if the total service charge so computed is less

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1 N Than \$12, \$12, but if the due date of the last installment
2 E of the contract is eight months or less after its effective
3 W date, \$10.

4 (c) A seller or holder of a retail charge agreement,
5 revolving charge agreement or other retail charge agreement
6 may charge, receive and collect a service charge not to
7 exceed the following rates computed on the outstanding
8 balances from month to month,

9 (1) on so much of the outstanding balance as does
10 not exceed \$1,000, one and one-half per cent per month;

11 (2) if the outstanding balance is more than \$1,000,
12 one per cent per month on the excess over \$1,000 of the out-
13 standing balance;

14 (3) if the service charge so computed is less than
15 \$1 for any month, \$1;

16 M (4) the service charge may be computed on a
17 A schedule of fixed amounts if as so computed it is applied to
18 T all amounts of outstanding balances equal to the fixed amount
19 T minus a differential of not more than \$5 provided that it is
20 E also applied to all amounts of outstanding balances equal to
21 R the fixed amount plus at least the same differential.