

Original sponsor: Rules Committee by request  
of the Special Committee on  
Monetary Investment

Offered: 5/15/70  
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 831

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to veteran affairs; and providing  
7 for an effective date."

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

9 \* Section 1. AS 26.15.040(a)(2) is amended to read:

10 (2) Farm and home loans may be made to purchase, remodel,  
11 repair, build, furnish, refinance or equip homes or farms in the  
12 state, including the clearing and drainage for farms, not exceeding  
13 \$37,500 [\$25,000]. The loans may not exceed 90 per cent of the  
14 appraised value when the loan is for the purchase or construction of a  
15 home unless additional amounts are secured by acceptable collateral  
16 as determined by the commissioner of commerce in conformity with  
17 established minimum requirements. The rate of interest may not exceed  
18 eight per cent a year on the unpaid balance.

19 \* Sec. 2. AS 26.15.040(a)(3) is amended to read:

20 (3) Business loans may be made to acquire, finance or re-  
21 finance or equip businesses, including mining and fishing but not  
22 including farming, not exceeding \$37,500 [\$25,000]. The loans shall  
23 be secured by acceptable collateral and may not exceed 75 per cent  
24 of the appraised value of the collateral offered as security. The rate  
25 of interest may not exceed eight per cent a year on the unpaid balance.

26 \* Sec. 3. AS 26.15.040(c) is amended to read:

27 (c) No loans authorized by (a)(2) and (3) of this section may be  
28 made unless the commissioner of commerce is satisfied that no money is  
29 available to the applicant at a comparable rate of interest from private

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lending institutions on a guaranteed basis as set out in (b) of this section. An applicant is eligible for more than one type of loan, but the total may not exceed \$37,500 [\$25,000] at any one time.

\* Sec. 4. This Act takes effect on July 1, 1970.