

Original sponsors: Guess and Bradner

Offered: 2/26/71  
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 22

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to veteran affairs; and providing for  
7 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 not exceeding \$37,500 may be made  
11 to purchase, remodel, repair, build, furnish, refinance or equip homes  
12 or farms in the state, including the clearing and drainage for farms  
13 [, NOT EXCEEDING \$25,000]. The loans may not exceed 90 per cent of  
14 the appraised value when made [THE LOAN IS] for the purchase or  
15 construction of a home unless additional amounts are secured by  
16 acceptable collateral as determined by the commissioner of commerce  
17 in conformity with established minimum requirements. The rate of  
18 interest may not exceed seven [EIGHT] per cent a year on the unpaid  
19 balance.

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

21 (3) Business loans not exceeding \$50,000 may be made to  
22 acquire, finance or refinance or equip businesses, including mining  
23 and fishing but not including farming [, NOT EXCEEDING \$25,000]. The  
24 loans shall be secured by acceptable collateral and may not exceed  
25 75 per cent of the appraised value of the collateral offered as  
26 security. The loans shall be restricted to businesses with three or  
27 more years operating history. The rate of interest may not exceed  
28 seven [EIGHT] per cent a year on the unpaid balance.

29 \* Sec. 3. AS 26.15.040(a) is amended by adding a new paragraph to read:

1 (4) Multiple dwelling loans not exceeding \$55,000 may be  
2 made to purchase, remodel, repair, build, furnish, refinance or equip  
3 multiple dwellings. The loans shall be secured by acceptable collateral  
4 and may not exceed 75 per cent of the appraised value of the collateral  
5 offered as security. The rate of interest may not exceed seven per  
6 cent a year on the unpaid balance.

7 \* Sec. 4. AS 26.15.040(c) is amended to read:

8 (c) No loans authorized by (a)(2), [AND] (3) and (4) of this  
9 section may be made unless the commissioner of commerce is satisfied  
10 that [NO] money at a comparable rate of interest is not available  
11 to the applicant from private lending institutions on a guaranteed  
12 basis as set out in (b) of this section. An applicant is eligible  
13 for more than one type of loan, but the total may not exceed \$55,000  
14 [\$25,000] at any one time.

15 \* Sec. 5. AS 26.15.070 is amended to read:

16 Sec. 26.15.070. SALE OR TRANSFER OF MORTGAGES AND NOTES. (a)  
17 The commissioner of commerce may sell or transfer at par value or at  
18 a premium or discount to [THE DEPARTMENT OF REVENUE OR] any bank or  
19 other private purchaser for cash or other consideration the mortgages  
20 and notes held by the Department of Commerce as security for loans  
21 made under this chapter.

22 (b) The commissioner of commerce may sell or transfer at par  
23 value to the Department of Revenue the mortgages and notes held by the  
24 Department of Commerce as security for loans made under this chapter.  
25 The Department of Revenue shall purchase all such mortgages and notes  
26 offered, allowing the Department of Commerce a one-half of one per  
27 cent service fee.

28 \* Sec. 6. AS 26.15.130(a)(1) is amended to read:

29 (1) persons who served in the armed forces of the United