

Original sponsors: Warwick, Meland
and M. Miller

Offered: 4/19/72
Referred: Finance

1 IN THE HOUSE

BY THE COMMERCE COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 312

(finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing a tourism revolving fund in the
7 Department of Commerce; and providing for an effective
8 date."

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

10 * Section 1. AS 45 is amended by adding a new chapter to read:

11 CHAPTER 90. TOURISM REVOLVING FUND.

12 Sec. 45.90.010. CREATION OF A TOURISM REVOLVING FUND. There
13 is created in the Department of Commerce a tourism revolving fund.

14 Sec. 45.90.020. POWERS OF THE DEPARTMENT. (a) The department
15 may

16 (1) make loans to a business directly involved in the
17 tourist industry;

18 (2) designate agents and delegate powers to them as neces-
19 sary;

20 (3) promulgate rules and regulations necessary to carry
21 out its functions;

22 (4) establish amortization plans for the repayment of loans
23 not to exceed 20 years.

24 (b) The Department of Commerce shall consult with the state
25 division or department having jurisdiction over tourism on regulations
26 and procedures established under this chapter.

27 Sec. 45.90.030. LIMITATIONS ON LOANS. No loan to a business may
28 be more than \$1,000,000. The loan shall be secured by acceptable
29 collateral and may not exceed 75 per cent of the appraised value of

1 the collateral offered as security. The rate of interest may not
2 exceed eight per cent a year on the unpaid balance.

3 Sec. 45.90.040. SALE OR TRANSFER OF MORTGAGES AND NOTES. (a)

4 The commissioner of commerce may sell or transfer at par value or
5 at a premium or discount to any bank or other private purchaser for
6 cash or other consideration the mortgages and notes held by the
7 Department of Commerce as security for loans made under this chapter.

8 (b) The commissioner of commerce may sell or transfer at par
9 value to the Department of Revenue the mortgages and notes held by
10 the Department of Commerce as security for loans made under this
11 chapter. The Department of Revenue may purchase all the mortgages
12 and notes offered and shall purchase the mortgages and notes offered
13 until the current principal amount of all the mortgages and notes
14 purchased and held by the Department of Revenue equals one per cent
15 of the unencumbered general fund balance for the preceding fiscal
16 year as shown by the annual financial report of the state for the
17 year.

18 Sec. 45.90.050. TOURISM LOAN BOARD. There is created the
19 tourism loan board consisting of the commissioners of commerce, economic
20 development and revenue. A majority of the board must approve all
21 loans before they are made by the department.

22 * Sec. 2. This Act takes effect on the day after its passage and approval
23 or on the day it becomes law without approval.
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