

Original sponsor: Hohman and Fischer

Offered: 4/13/72
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 499

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act providing for loans to Alaska Regional Corpo-
7 rations."

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

9 * Section 1. AS 44.25 is amended by adding new sections to read:

10 Sec. 44.25.030. DECLARATION OF PURPOSE. It is the purpose of
11 secs. 30 - 38 of this chapter to make loans available to promote and
12 facilitate the creation and organization by the 12 existing regional
13 Alaska Native associations of the 12 regional corporations required
14 under sec. 7 of the Alaska Native Claims Settlement Act, P.L. 92-203,
15 the creation of which is a condition precedent to the receipt of payments
16 from the Alaska Native Fund.

17 Sec. 44.25.032. LOANS. Upon proper application by an existing
18 regional Native association or corporation listed in sec. 7, P.L.
19 92-203, the Department of Revenue shall make a loan to the regional
20 association or corporation for the purpose of organizing or operating
21 a regional corporation.

22 Sec. 44.25.034. LIMITATION ON LOANS. (a) The amount of an
23 organizational loan provided for under secs. 30 - 38 of this chapter
24 shall be determined by the Department of Revenue but may not exceed
25 \$250,000 per region.

26 (b) A loan may not run longer than five years nor bear a rate of
27 interest that exceeds 5.9 per cent.

28 Sec. 44.25.036. REPAYMENT OF LOANS. Repayment of loans under
29 secs. 30 - 38 of this chapter shall be on an annual basis with repay-

1 ment commencing no later than 90 days after receipt of funds authorized
2 to be appropriated from the Alaska Native Fund to the regional corpora-
3 tion under sec. 6(a)(1)(A), P.L. 92-203.

4 Sec. 44.25.038. EXPIRATION OF LOAN PROGRAM. Because the purposes
5 for which the loan program is created are limited, no loan may be made
6 after five years from the effective date of secs. 30 - 38 of this
7 chapter. The program shall be inoperative 10 years from the effective
8 date of secs. 30 - 38.