

1 IN THE SENATE

BY THOMAS

2 SENATE BILL NO. 42

3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 SEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act authorizing state loans and grants for
7 hospitals and related health facilities; and providing
8 for an effective date."

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

10 * Section 1. AS 18.25 is amended by adding a new section to read:

11 Sec. 18.25.150. LOAN/GRANT FUND. (a) The department shall
12 establish and administer a revolving loan and grant fund to make
13 payments to local governments, nonprofit corporations and other
14 nonprofit sponsors for the acquisition, construction, modernization,
15 equipping, and other capital improvement of hospitals and related health
16 facilities in accordance with the provisions of this chapter and
17 AS 18.05.051 - 18.05.053. Loans shall bear an interest rate of five
18 per cent and be repayable on terms and conditions and within the time
19 the department prescribes by regulations.

20 (b) The department may make grants from the funds established in
21 this section provided it has been established by the commissioner that
22 the local governments, nonprofit corporations and other nonprofit
23 sponsors applying would have difficulty in repaying a loan.

24 (c) Hospitals and related health facilities under construction on
25 July 1, 1971, and thereafter are eligible for loans under this section.

26 (d) A sum of \$20,000,000 is authorized to be appropriated to the
27 revolving loan/grant fund for allocation during a ten-year period from
28 July 1, 1971.

29 (e) In this section "hospitals and related health facilities"

1 includes all hospitals and facilities as defined in AS 18.20.210.

2 * Sec. 2. This Act takes effect on July 1, 1971.

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