

Original sponsor: Chance

Offered: 3/30/73
Referred: Judiciary and
Finance

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

2 CS FOR HOUSE BILL NO. 363

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act providing for a community water and sewer
7 revolving loan fund; and providing for an effective
8 date."

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

10 * Section 1. AS 46 is amended by adding a new chapter to read:

11 Sec. 46.12.010. CREATION OF WATER AND SEWER REVOLVING LOAN FUND.

12 There is created in the Department of Environmental Conservation a
13 community water and sewer revolving loan fund.

14 Sec. 46.12.020. POWERS AND DUTIES OF DEPARTMENT. (a) The depart-
15 ment may

16 (1) make loans to incorporated communities in the state for
17 the extension of existing community owned water systems and sewer
18 services;

19 (2) designate agents and delegate powers to them as is
20 necessary;

21 (3) promulgate regulations necessary to carry out the pur-
22 poses of the community water and sewer revolving loan fund;

23 (4) establish amortization plans for the repayment of loans
24 not to exceed 40 years, with an interest rate not to exceed five per
25 cent.

26 (b) The Department of Environmental Conservation shall consult
27 with the Department of Community and Regional Affairs in promulgating
28 regulations and establishing procedures under this chapter.

29 Sec. 46.30.030. SALE OR TRANSFER OF MORTGAGES, BONDS OR NOTES.

1 (a) The commissioner of environmental conservation may sell or transfer
2 at par value or at a premium or discount to any bank or other private
3 purchaser for cash or other consideration the mortgages, bonds or notes
4 held by the Department of Environmental Conservation as security for
5 loans made under this chapter.

6 (b) The commissioner of environmental conservation may sell or
7 transfer at par value to the Department of Revenue the mortgages, bonds
8 or notes held by the Department of Environmental Conservation as security
9 for loans made under this chapter. The Department of Revenue may
10 purchase all the mortgages, bonds and notes offered and shall purchase
11 the mortgages and notes offered until the current principal amount of
12 all the mortgages, bonds or notes purchased and held by the Department of
13 Revenue equals \$5,000,000. One-fifth of the annual interest payments
14 to the Department of Revenue on mortgages, bonds or notes for community
15 water and sewer loans held by the Department of Revenue shall accrue
16 to the community water and sewer revolving loan fund in the Department
17 of Environmental Conservation for the purpose of paying costs of
18 administration of the fund.

19 * Sec. 2. This Act takes effect July 1, 1973.
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