

Original sponsor: Judiciary Committee

Offered: 2/2/73  
Referred: Rules

1 IN THE SENATE

BY THE JUDICIARY COMMITTEE

2

HOUSE CS FOR SENATE BILL NO. 37

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

EIGHTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act relating to interest rates charged in the  
7 state; and providing for an effective date."

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

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\* Section 1. AS 45.45.010(b) is repealed and re-enacted to read:

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(b) Until February 15, 1978, during any calendar quarter no

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interest may be charged by express agreement of the parties in a loan,

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contract or commitment which is more than eight per cent a year, except

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that the eight per cent a year rate may be exceeded under the following

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circumstances:

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(1) in a loan, contract or commitment covering a one- to four-

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family dwelling the interest rate may not exceed three and one-half

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percentage points above the annual rate charged member banks for

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advances by the 12th Federal Reserve District that prevailed on the

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first day of the month preceding the commencement of that calendar

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quarter;

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(2) in a loan, contract or commitment secured by a real

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estate mortgage or trust deed or a chattel mortgage, not covered in

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(1) of this subsection, the interest rate may not exceed four and one-

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half percentage points above the annual rate charged member banks for

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advances by the 12th Federal Reserve District that prevailed on the

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first day of the month preceding the commencement of that calendar

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quarter.

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\* Sec. 2. AS 45.45.010 is amended by adding new subsections to read:

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(d) Notice of the annual rate charged member banks for advances

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1 by the 12th Federal Reserve District prevailing on the first day of  
2 the month preceding the commencement of each calendar quarter required  
3 for the maximum interest rate computation under (b) of this section  
4 shall be provided by the Department of Commerce.

5 (e) Interest at a rate not to exceed eight per cent may be charged  
6 by express agreement of the parties in a loan, contract or commitment  
7 dated on or after February 15, 1978.

8 \*Sec. 3. AS 45.45.010(c) is repealed.

9 \*Sec. 4. This Act takes effect on the day after its passage and approval  
10 or on the day it becomes law without approval.