

Introduced: 1/21/75  
Referred: Commerce and  
Finance

1 IN THE SENATE

BY KERTTULA

2 SENATE BILL NO. 38

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to electric, telephone and telegraph  
7 development loans."

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

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

10 CHAPTER 85. ELECTRIC, TELEPHONE AND TELEGRAPH

11 DEVELOPMENT LOANS.

12 Sec. 45.85.010. DECLARATION OF POLICY. It is the policy of this  
13 chapter to promote the more rapid development of a transmission system  
14 for electric energy and power and telephone and telegraph service  
15 throughout the state by means of long-term low interest loans for the  
16 purchase and installation of electric, telephone and telegraph distri-  
17 bution and transmission lines and associated equipment.

18 Sec. 45.85.020. POWERS OF THE DEPARTMENT OF COMMERCE. The  
19 Department of Commerce may

20 (1) if other credit is not readily available on reasonable  
21 terms, make loans to persons for the purchase and installation of elec-  
22 tric, telephone and telegraph distribution and transmission lines and  
23 associated equipment;

24 (2) designate agents and delegate its powers to them as  
25 necessary;

26 (3) promulgate regulations necessary to carry out its  
27 functions;

28 (4) establish amortization plans for repayment of loans,  
29 which may include delayed payments of principal and interest for not

1 more than five years;

2 (5) enter into agreements with private lending institutions,  
3 other state agencies or agencies of the federal government, to carry  
4 out the purposes of this chapter.

5 Sec. 45.85.030. LIMITATION ON LOANS. A loan made under this  
6 chapter may not exceed \$8,000,000. A loan may not run longer than  
7 30 years nor bear interest exceeding five and one-half per cent, and  
8 it shall be secured by a real estate or chattel mortgage, or by both.

9 Sec. 45.85.040. CREATION OF FUND. There is created an electric,  
10 telephone and telegraph distribution and transmission line fund which  
11 may not exceed \$50,000,000 to carry out the purposes of this chapter.

12 Sec. 45.85.050. ADMINISTRATION OF FUND. The commissioner of  
13 commerce shall administer the loan fund.