

Original sponsor: Swanson

Offered: 4/26 /77
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 26 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act creating the surplus heat resource development
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 45 is amended by adding a new chapter to read:

11 CHAPTER 96. SURPLUS HEAT RESOURCES DEVELOPMENT LOAN FUND.

12 Sec. 45.96.010. DECLARATION OF POLICY. It is the policy of this
13 chapter to promote the development of surplus heat resources throughout
14 the state by means of long-term, low-interest loans.

15 Sec. 45.96.020. FUND ESTABLISHED. There is established as a
16 separate fund the surplus heat resource development revolving loan fund.

17 Sec. 45.96.030. FUND UTILIZATION. (a) The commissioner of
18 commerce and economic development shall, under regulations and policies
19 adopted by him, make loans to acquire, finance or refinance, or equip
20 facilities to utilize surplus heat resources in the state.

21 (b) A loan shall be secured by acceptable collateral and may not
22 exceed 90 per cent of the appraised value of the collateral offered as
23 security. The rate of interest may not exceed eight per cent a year on
24 the unpaid balance and the term of the loan may not exceed 20 years.

25 Sec. 45.96.040. ADMINISTRATION OF LOANS. Administration of the
26 surplus heat resource development loan fund shall be performed by the
27 Department of Commerce and Economic Development which is empowered to
28 adopt procedures and promulgate the regulations necessary to carry out
29 the provisions of this chapter.

1 Sec. 45.96.050. ELIGIBILITY FOR LOANS. A person is eligible for a
2 loan under this chapter if he can establish or demonstrate good char-
3 acter, capacity for financial responsibility, ability to provide suffi-
4 cient collateral and knowledge of Alaska economic conditions.

5 Sec. 45.96.060. SALE OR TRANSFER OF MORTGAGES AND NOTES. The
6 commissioner of commerce and economic development may sell or transfer
7 at par value or at a premium or discount to the Department of Revenue or
8 any bank or other private purchaser for cash or other consideration the
9 mortgages and notes held by the Department of Commerce and Economic
10 Development as security for loans made under this chapter. The prin-
11 cipal amount of the mortgages and notes sold or transferred under this
12 section may not exceed \$200,000.

13 Sec. 45.96.070. DEFINITIONS. In this chapter "surplus heat re-
14 sources" means naturally or artificially generated or released heat that
15 is present as a by-product in sufficient quantity to alter a limited
16 environment for the economic and aesthetic well-being of the citizens of
17 this state.

18 * Sec. 2. This Act takes effect January 1, 1978.