

Original sponsors: Bradley, Beirne,  
Freeman, et al

Offered: 2/14/77  
Referred: Finance

1 IN THE HOUSE

BY THE COMMERCE COMMITTEE

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CS FOR HOUSE BILL NO. 51

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

TENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act relating to veterans' loans."

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

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\* Section 1. AS 26.15.040(a)(2), (3) and (4) are amended to read:

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(2) Farm and home loans not exceeding \$75,000 [\$55,000] may

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be made to purchase, remodel, repair, build, furnish, refinance or equip

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homes or farms in the state including the clearing and drainage for

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farms. The loans may not exceed 90 per cent of the appraised value when

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made for the purchase or construction of a home unless additional amounts

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are secured by acceptable collateral as determined by the commissioner

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of commerce in conformity with established minimum requirements. The

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rate of interest may not exceed the interest rate which is charged for

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Federal Veterans Administration loans at the time a state loan is

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granted.

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(3) Business loans not exceeding \$125,000 [\$100,000] may be

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made to acquire, finance or refinance or equip businesses, including

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mining and fishing but not including farming, if the loan applicant has

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had three or more years of general business experience. The loans shall

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be secured by acceptable collateral and may not exceed 75 per cent of

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the appraised value of the collateral offered as security. The rate of

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interest may not exceed the interest rate which is charged for Federal

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Veterans Administration loans at the time a state loan is granted.

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(4) Multiple dwelling loans not exceeding \$110,000 [\$80,000]

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may be made to purchase, remodel, repair, build, furnish, refinance or

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equip multiple dwellings. The loans shall be secured by acceptable

1 collateral and may not exceed 75 per cent of the appraised value of the  
2 collateral offered as security. The rate of interest may not exceed the  
3 interest rate which is charged for Federal Veterans Administration loans  
4 at the time a state loan is granted.

5 \* Sec. 2. AS 26.15.040(c) is amended to read:

6 (c) No loans authorized by (a)(2), (3) and (4) of this section may  
7 be made unless the commissioner of commerce is satisfied that money at a  
8 comparable rate of interest is not available to the applicant from  
9 private lending institutions on a guaranteed basis as set out in (b) of  
10 this section. An applicant is eligible for more than one type of loan,  
11 but the total may not exceed \$125,000 [\$100,000] at any one time.