

Original sponsors: Croft and Huber

Offered: 2/18/77
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 4

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."

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

8 * Section 1. AS 26.15.040(a)(2) is amended to read:

9 (2) Farm and single-family home loans not exceeding \$55,000
10 and loans for owner-occupied duplexes not exceeding \$80,000 may be made
11 to purchase, remodel, repair, build, furnish, refinance or equip homes,
12 owner-occupied duplexes or farms in the state, including the clearing
13 and drainage for farms. The loans may not exceed 90 per cent of the
14 appraised value when made for the purchase or construction of a home
15 or owner-occupied duplex unless additional amounts are secured by
16 acceptable collateral as determined by the commissioner of commerce
17 and economic development in conformity with established minimum require-
18 ments. The rate of interest may not exceed the interest rate which is
19 charged for Federal Veterans Administration loans at the time a state
20 loan is granted. The loan agreement under this paragraph for an owner-
21 occupied duplex shall provide that financing up to 90 per cent of the
22 appraised value shall continue as long as the owner occupies the duplex.
23 The loan agreement shall also provide that 30 days after the owner
24 ceases to occupy the duplex, the loan shall be considered as a loan
25 under (4) of this subsection, and the owner shall pay the state the
26 difference, if any, between the loan amount authorized under this para-
27 graph and the amount authorized under (4) of this subsection, in cash.
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