

Original sponsors: Croft and Huber

Offered: 4/15/77
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR CS FOR SENATE BILL NO. 4 am H

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; and providing for
7 an effective date."

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

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

10 (2) Farm and single-family home loans not exceeding \$68,250
11 [\$55,000] and loans for owner-occupied duplexes not exceeding \$83,250
12 may be made to purchase, remodel, repair, build, furnish, refinance or
13 equip homes, owner-occupied duplexes or farms in the state, including
14 the clearing and drainage for farms. The loans may not exceed 90
15 per cent of the appraised value when made for the purchase or con-
16 struction of a home or owner-occupied duplex unless additional amounts
17 are secured by acceptable collateral as determined by the commissioner
18 of commerce and economic development in conformity with established
19 minimum requirements. The rate of interest may not exceed the interest
20 rate which is charged for Federal Veterans Administration loans at
21 the time a state loan is granted.

22 (3) Business loans not exceeding \$125,000 [\$100,000] may be
23 made to acquire, finance or refinance or equip businesses, including
24 mining and fishing but not including farming, if the loan applicant has
25 had three or more years of general business experience. The loans shall
26 be secured by acceptable collateral and may not exceed 75 per cent of
27 the appraised value of the collateral offered as security. The rate of
28 interest may not exceed the interest rate which is charged for Federal
29 Veterans Administration loans at the time a state loan is granted.

1 (4) Multiple dwelling loans not exceeding \$110,000 [\$80,000]
2 may be made to purchase, remodel, repair, build, furnish, refinance or
3 equip multiple dwellings. The loans shall be secured by acceptable
4 collateral and may not exceed 75 per cent of the appraised value of the
5 collateral offered as security. The rate of interest may not exceed the
6 interest rate which is charged for Federal Veterans Administration loans
7 at the time a state loan is granted.

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

9 (c) No loans authorized by (a)(2), (3) and (4) of this section may
10 be made unless the commissioner of commerce and economic development
11 is satisfied that money at a comparable rate of interest is not available
12 to the applicant from private lending institutions on a guaranteed
13 basis as set out in (b) of this section. An applicant is eligible for
14 more than one type of loan, but the total may not exceed \$125,000
15 [\$100,000] at any one time.

16 * Sec. 3. AS 26.15.160(1) (C) is amended to read:

17 (C) who served in the armed forces of the United States
18 for 90 days or more, or whose service was for a lesser period
19 because of injury or disability incurred in line of duty, between
20 June 25, 1950, and January 31, 1955, or who served in the armed
21 forces of the United States for 90 days or more or whose service
22 was for a lesser period because of injury or disability incurred
23 in line of duty, between August 4, 1964, and July 1, 1977. [AND
24 A DATE TO BE DETERMINED BY THE LEGISLATURE WHICH SHALL BE ON OR
25 ABOUT SIX MONTHS AFTER THE TERMINATION OF HOSTILITIES INVOLVING
26 FORCES OF THE UNITED STATES IN VIET NAM.]

27 * Sec. 4. This Act takes effect July 1, 1977.
28
29