

Introduced: 4/23/81  
Referred: Labor & Commerce and  
Finance

1 IN THE HOUSE

BY THE LABOR AND COMMERCE  
COMMITTEE BY REQUEST

2 HOUSE BILL NO. 524

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to small loans; and providing for an  
7 effective date."

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

9 \* Section 1. AS 06.20.230(a) is amended to read:

10 (a) Subject to the provisions of (d) of this section a [A] licen-  
11 see may lend any sum of money not exceeding \$25,000 and may charge,  
12 contract for, and receive on the loan interest at a rate not exceeding  
13 three percent a month on that part of the unpaid principal balance of a  
14 loan not in excess of \$500; two percent a month on the remainder of any  
15 unpaid principal balance exceeding \$500 but not exceeding \$1,000; and  
16 one percent a month on the remainder of any unpaid principal balance  
17 exceeding \$1,000 but not exceeding \$25,000. On loans the principal of  
18 which is \$50 or less a licensee may charge, contract and receive inter-  
19 est at a rate not exceeding five percent a month.

20 \* Sec. 2. AS 06.20.230 is amended by adding a new subsection to read:

21 (d) The maximum amounts listed for the loan categories under (a)  
22 of this section may be annually adjusted according to changes in the  
23 consumer price index. An adjustment shall be made if the percentage of  
24 annual change in the consumer price index for Anchorage is 10 percent  
25 or more of the consumer price index for Anchorage for November 1978.  
26 Adjustments shall be made only in increments of 10 percent. An increase  
27 made under this section may not exceed 10 percent in any year. An  
28 adjustment shall be effective on April 1 of each year. On or before  
29 March 1 the department shall publish the changes in maximum amounts

1 listed under (a) of this section.

2 \* Sec. 3. AS 06.20.260 is amended by adding a new paragraph to read:

3 (6) A late payment fee of not more than 10 percent of the  
4 payment which is due or \$15, whichever is less.

5 \* Sec. 4. AS 06.20.900 is amended by adding a new paragraph to read:

6 (4) "consumer price index" means the final consumer price  
7 index for the year for Anchorage, Alaska, published by the United  
8 States Department of Labor, Bureau of Labor Statistics.

9 \* Sec. 5. This Act takes effect immediately in accordance with AS 01.10.-  
10 070(c).

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