

Introduced: 4/15/85
Referred: House Special Committee
on State Loans and Finance

1 IN THE HOUSE

BY ADAMS AND BINKLEY

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HOUSE BILL NO. 378

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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FOURTEENTH LEGISLATURE - FIRST SESSION

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A BILL

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For an Act entitled: "An Act relating to the interest rate on state loan

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programs; and providing for an effective date."

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

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* Section 1. AS 37.05.035 is amended by adding a new subsection to

10 read:

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(b) Notwithstanding any other provision of law, the interest

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rate for loan programs administered by the state or an instrumentality

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of the state shall increase by one-half percent October 1 of each year

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until the interest rate is equal to

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(1) the prevailing market rate for each type of loan; or

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(2) the cost of funds, if the loan program is financed by

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the sale of bonds or other indebtedness.

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* Sec. 2. This Act takes effect October 1, 1985.