

Original sponsor: Labor and Commerce
Committee

BY THE LABOR AND
COMMERCE COMMITTEE

1 IN THE HOUSE

2

CS FOR HOUSE BILL NO. 430 (L&C)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act establishing the Alaska neighborhood business
7 initiative; and providing for an effective date."

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

9 * Section 1. PURPOSE. The purpose of AS 44.33.431 - 44.33.433, added
10 by sec. 2 of this Act, is to promote a neighborhood business initiative by
11 establishing a program of economic development of commercial neighborhoods
12 in the state's principal cities by financial institutions, relying on local
13 initiative for the specific design of local programs.

14 * Sec. 2. AS 44.33 is amended by adding new sections to read:

15 ARTICLE 6A. NEIGHBORHOOD BUSINESS DEVELOPMENT PROGRAM.

16 Sec. 44.33.431. NEIGHBORHOOD BUSINESS DEVELOPMENT FUND. There
17 is created the neighborhood business development fund, to be adminis-
18 tered by the commissioner. The commissioner shall deposit to the
19 credit of the fund

20 (1) grants and contributions to the fund; and

21 (2) appropriations to the fund.

22 Sec. 44.33.432. POWERS AND DUTIES OF THE DEPARTMENT. (a) The
23 commissioner may use money in the fund to make grants to nonprofit
24 development corporations that qualify for assistance from the Neigh-
25 borhood Reinvestment Corporation organized under 42 U.S.C. 8101-8107
26 (Neighborhood Reinvestment Corporation Act), for purposes of neighbor-
27 hood housing services, community revitalization, and economic develop-
28 ment projects in a city that has more than 20,000 persons.

29 (b) The commissioner may adopt regulations necessary to carry

1 out the department's functions under AS 44.33.431 - 44.33.433.

2 (c) The commissioner shall provide for an annual audit of the
3 grants to nonprofit development corporations made under (b) of this
4 section.

5 Sec. 44.33.433. DEFINITIONS. In AS 44.33.431 - 44.33.433

6 (1) "commissioner" means the commissioner of commerce and
7 economic development;

8 (2) "department" means the Department of Commerce and
9 Economic Development;

10 (3) "fund" means the neighborhood business development fund
11 established in AS 44.33.431.

12 * Sec. 3. AS 44.33.020 is amended by adding a new paragraph to read:

13 (30) administer the neighborhood business development pro-
14 gram under AS 44.33.431 - 44.33.433.

15 * Sec. 4. This Act takes effect July 1, 1988.