

Offered: 5/1/87
Referred: Finance

5-0900B

Original sponsors: Coghill, Fahrenkamp,
Bennett and Faiks

1 IN THE SENATE BY THE RESOURCES COMMITTEE
2 CS FOR SENATE BILL NO. 200 (Resources)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FIFTEENTH LEGISLATURE - FIRST SESSION
5 A BILL
6 For an Act entitled: "An Act amending the mining loan fund law."
7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
8 * Section 1. AS 27.09.040(a) is amended to read:
9 (a) A loan granted under this chapter
10 (1) may not exceed \$5,000,000;
11 (2) may not exceed a term of 15 years except for an exten-
12 sion or modification under AS 27.09.048;
13 (3) may not bear interest exceeding 10 percent; and
14 (4) may not exceed 75 percent of the appraised value of the
15 collateral used to secure the loan.
16 * Sec. 2. AS 27.09 is amended by adding a new section to read:
17 Sec. 27.09.048. EXTENSION OR MODIFICATION OF LOAN. The depart-
18 ment may grant an extension on a loan or may modify the conditions of
19 a loan, excluding a reduction in the amount of interest charged under
20 the loan or a cancellation of interest due under the loan, when a
21 borrower is able to show that
22 (1) the borrower has experienced poor mining seasons; or
23 (2) regulations of the state or the federal government that
24 regulate the mining operation for which the loan was granted have been
25 changed by the state or the federal government and prevent the borrow-
26 er from fulfilling the terms of the loan.