

HB

5841

SENATE FINANCE COMMITTEE REPORT

DATE: 4/26/90

FURTHER:

DATE TURNED INTO OFFICE: 5/5/90

The Finance Committee considered

HB 584 am

Revolving loan fund in the Dept of Health and Social Services.

and recommended:

- | | |
|---|---|
| <input type="checkbox"/> replace with _____ CS _____ | <input type="checkbox"/> same title |
| <input type="checkbox"/> or adopt _____ CS _____ | <input type="checkbox"/> new title |
| | <input type="checkbox"/> technical title change (HB only) |
| <input type="checkbox"/> attached amendment(s) | |
| <input type="checkbox"/> _____ letter of intent adopted | |

do pass

do not pass

no recommendation

individual recommendations

further referral to _____

ATTACHES NEW FISCAL NOTE(S):

Dept/Date:

fiscal note(s) _____

zero fiscal note(s) _____

appropriation-no fiscal note

APPROVES PREVIOUS:

Dept/Date:

fiscal note(s) _____

zero fiscal note(s) DH&SS 3/28/90

SIGNING DO PASS:

[Handwritten signatures]

OTHER RECOMMENDATIONS:

[Handwritten notes and signatures]

1.

[Signature]

2.

co-chairs: Signatures and Recommendations

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Health & Social Services
 Title: Relating to a revolving loan fund BRU: _____
in the Department
 Sponsor: House HESS Components: _____
 Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY92	FY93	FY94	FY 95	FY 96
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL	0.0	0.0	0.0	0.0	0.0	0.0
REVENUE	0.0	0.0	0.0	0.0	0.0	0.0

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME	0.0	0.0	0.0	0.0	0.0	0.0
PART-TIME	0.0	0.0	0.0	0.0	0.0	0.0
TEMPORARY	0.0	0.0	0.0	0.0	0.0	0.0

ANALYSIS: (Attach a separate page if necessary)
 FY 90 fiscal impact is "0".

Prepared by: Matthew Felix, Acting Director
 Division: Alcohol and Drug Abuse
 Approved by Commissioner: Myra M. Munson
 Agency: Department of Health and Social Services

Phone: 586-6201
 Date: 3/28/90
 Date: _____

Distribution (by preparer):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

Adopted

BY THE HESS COMMITTEE

1 IN THE HOUSE

2

HOUSE BILL NO. 584 am

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE .. SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act relating to a revolving loan fund in the

7

Department of Health and Social Services."

8

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

9

* Section 1. AS 44.29 is amended by adding new sections to read:

10

ARTICLE 3. ALCOHOLISM AND DRUG ABUSE REVOLVING LOAN FUND.

11

Sec. 44.29.210. CREATION OF AN ALCOHOLISM AND DRUG ABUSE REVOLV-

12

ING LOAN FUND. (a) There is created in the department an alcoholism

13

and drug abuse revolving loan fund as required under 42 U.S.C. 300x -

14

4a to qualify the state to receive block grant money from the United

15

States Department of Health and Human Services under 42 U.S.C. 300x -

16

2.

17

(b) The fund consists of money appropriated to it, payments of

18

principal on loans made from it, and money chargeable to principal

19

that is collected through liquidation by foreclosure or other process

20

on loans made from it.

21

(c) Money in the fund may be used as required under 42 U.S.C.

22

300x - 4a to make loans to private nonprofit organizations for the

23

cost of establishing programs to help pay the living expenses of

24

individuals recovering from alcohol or drug abuse who may reside in

25

groups.

26

Sec. 44.29.215. SPECIAL ACCOUNT ESTABLISHED. (a) There is

27

established as a special account within the alcoholism and drug abuse

28

revolving loan fund the foreclosure expense account. This account is

29

established as a reserve from fund equity.

1 (b) The department may expend money credited to the foreclosure
2 expense account when necessary to protect the department's security
3 interest in collateral on loans made under AS 44.29.210 or to defray
4 expenses incurred during foreclosure proceedings after a default by an
5 obligor.

6 Sec. 44.29.220. POWERS AND DUTIES OF THE DEPARTMENT. (a) The
7 department may

8 (1) adopt regulations necessary to carry out its functions
9 under AS 44.29.210 - 44.29.230 and to administer the program required
10 under 42 U.S.C. 300x - 4a, including regulations to establish reason-
11 able fees for services provided, procedures for foreclosure proceed-
12 ings, and procedures for collecting delinquent accounts;

13 (2) establish amortization plans for the repayment of
14 loans;

15 (3) charge and collect the fees established under this
16 subsection; and

17 (4) contract for the servicing of loans made under AS 44.-
18 29.210.

19 (b) The commissioner of administration shall separately account
20 for all earnings, interest, fees, and collection charges that the
21 department deposits in the general fund. The annual estimated balance
22 in the account may be used by the legislature to make appropriations
23 to the department to carry out the purposes of AS 44.29.210 - 44.29.-
24 230.

25 Sec. 44.29.225. DISPOSAL OF PROPERTY ACQUIRED BY DEFAULT OR
26 FORECLOSURE. The department shall dispose of property acquired
27 through default or foreclosure on a loan made under AS 44.29.210.
28 Disposal shall be made in a manner that serves the best interests of
29 the state and may include the amortization of payments over a period

1 of years.

2 Sec. 44.29.230. DEFINITION. In AS 44.29.210 - 44.29.230, "de-
3 partment" means the Department of Health and Social Services.