

turned over; provided, however, that the amount so covered into said Fund shall be a loan from the General Fund of the Territorial Treasury which shall be paid back to the General Fund as follows: \$100,000.00 during the fiscal year beginning July 1, 1970 and ending June 30, 1971, and an equal amount dur-

ing each fiscal year thereafter until the principal amount has been repaid in full; provided, further, however, that interest at the rate of two and one-half per cent per annum shall be paid on the amount of the principal outstanding from April 1, 1957, until the principal and all interest are fully paid.

Approved April 16, 1960

CHAPTER 137

AN ACT

Relating to veterans' loans; repealing and re-enacting Subsec. (e), Sec. 44-2-12, ACLA 1949 as amended by Ch. 87, SLA 1949 and Ch. 96, SLA 1953; and providing for an effective date.

(C.S.H.B. 274)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Subsec. (e), Sec. 44-2-12, ACLA 1949 as amended by Ch. 87, SLA 1949 and Ch. 96, SLA 1953 is repealed and re-enacted to read as follows:

(e) **Veterans' Loans.** The Commissioner of Commerce shall have the power, under such rules, regulations, and policies as he may adopt, to make loans of the kind and character hereinafter set forth:

(1) **Personal Loans.** Loans may be made for educational, domestic and other personal purposes, not to exceed \$2,500.00. Such loans shall be secured by acceptable collateral when available but if not available the commissioner may make such loans on the basis of good character only. Interest shall be at the rate of five per cent per annum on the unpaid balance of such loans.

(2) **Farm and Home Loans.** Loans may be made to purchase, remodel, repair, build, furnish or equip homes or farms in Alaska, including the clearing and drainage for such farms, not to exceed \$15,000.00. Such loans shall not exceed 90 per cent of the appraised value when the loan is for the purchase or construction of homes unless additional amounts are secured by acceptable collateral as determined by the Commissioner of Commerce in conformity with established minimum requirements. Interest shall be at the

rate of five per cent per annum on the unpaid balance of such loans.

(3) **Business Loans.** Loans may be made to acquire or finance businesses including mining and fishing and/or equipment for the same, but not including farming, not to exceed \$15,000.00. Such loans shall be secured by acceptable collateral and shall not exceed 75 per cent of the appraised value of the collateral offered as security. Interest shall be at the rate of 5 per cent per annum on the unpaid balance of such loans.

(4) **Guaranteed Loans.** The Commissioner of Commerce is hereby authorized to enter into agreement with private banks, other lending institutions and individuals for the purpose of guaranteeing loans made to qualified applicants. Such guarantees shall not exceed 90 per cent of the amount loaned and such loans shall be secured in the same manner provided for direct loans under this Act. Loans made under this subsection and guaranteed by the Commissioner of Commerce and the state shall bear an interest rate not to exceed 6 per cent per annum on all unpaid balances.

(5) **Limitation on Direct Loans.** No loans as set out in (2) and (3) above shall be made unless the Commissioner of Commerce is satisfied that no money is available to the applicant from private lending institutions on a

guaranteed basis as set out in Subsec. (4) above.

(6) **Total Loan.** An applicant will be considered eligible for more than one type of loan, but the total outstanding against any one borrower may not exceed \$15,000.00 at any one time.

(7) **Warrant for Money Loaned.** Money loaned shall be delivered to the borrower in the form of a warrant drawn on the treasury, vouchered in the manner prescribed for state disbursing officers, and charged against the fund hereinafter designated. Such vouchers shall be approved by the Commissioner of Commerce or any bonded deputy authorized to act as a certifying officer.

(8) **Deposit of Money Repaid or Recovered.** Upon repayment of loans

by installments, or otherwise, in accordance with the terms entered into between the parties, or upon liquidation by foreclosure or other process, or upon receipt of interest or other revenue, the monies so recovered shall be turned over to the Commissioner of Revenue for deposit in the Veterans' Fund hereinafter designated.

Sec. 2. The provisions of this Act applying to interest rates apply only to loans made after the effective date of this Act. The interest rates on loans made prior to the effective date of this Act shall be as prescribed at the time the loan was made.

Sec. 3. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 16, 1960

CHAPTER 138

AN ACT

Relating to the Alaska Motor Vehicle Act; amending subsection (22) added to Sec. 1, Ch. 124, SLA 1951 by Sec. 1, Ch. 73, SLA 1959; and providing for an effective date.

(C.S.H.B. 278)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Subsec. (22), Sec. 1, Ch. 124, SLA 1951, as added by Ch. 73, SLA 1959 is amended to read as follows:

(22) "Special mobile equipment" shall be taken to mean and include every vehicle not designed or used primarily for the transportation of persons or property and incidentally operated or moved over a highway, including farm tractors, forklifts, road construction or maintenance machinery, ditch-digging apparatus and non-self-propelled concrete mixers, asphalt spreaders, bituminous mixers, bucket loaders, tractors other than truck tractors,

ditchers, levelling graders, finishing machines, motor graders, road rollers, scarifiers, earth moving carry-alls and scrapers, power shovels and drag lines, and self-propelled cranes, dump trucks and trailers of excessive width requiring permits for over the road movement and earth moving equipment. The term does not include house trailers, dump trucks, truck mounted transit mixers, cranes or shovels, or other vehicles designed for the transportation of persons or property to which machinery has been attached.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 16, 1960