



LAWS OF ALASKA

1975

Source

SB 52

Chapter No.

18

AN ACT

Concerning limitations on agricultural loans.

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

* Section 1. AS 03.10.030(a) is amended to read:

(a) A farm development loan may not exceed \$200,000. The mortgage which secures a farm development loan may be of any priority if the total indebtedness on the real estate, including the secured farm development loan, does not exceed \$200,000. A farm development loan which, if granted, would raise the existing indebtedness on the real estate above \$200,000, or a farm development loan on real estate which has a prior existing indebtedness of \$200,000 or more, may be made only if all prior mortgagees agree to subordinate their mortgages to that of the state for the amount of the farm development loan which exceeds the \$200,000 indebtedness limit on the real estate. A loan may not run longer than 30 years nor bear interest exceeding six per cent, and it shall be secured by a real estate or chattel mortgage, or both.

Approved by governor: March 21, 1975
Actual effective date: June 19, 1975