



# LAWS OF ALASKA

1976

Source

Chapter No.

2d FCCS HCSSB 334

134

## AN ACT

Relating to housing and property improvement notes; and providing for an effective date.

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

\* Section 1. AS 06.15.240(4) is amended to read:

(4) any property improvement note issued under the provisions of Title I of the National Housing Act and any other real property improvement note in a principal amount not in excess of \$15,000, not including interest;

\* Sec. 2. AS 18.55.370(2) is amended to read:

(2) loans for moderate-cost or rental housing facilities and projects to public agencies, or private nonprofit or limited dividend corporations, or private corporations or cooperatives organized under AS 10.15 which are regulated or restricted by the authority (until the termination of all loan obligations to it) as to rents or sales, charges, capital structure, rate of return, and methods of operation to the extent and in the manner which provides reasonable rentals to tenants and a reasonable return on the investment; loans to cooperatives may be made for up to 95 per cent of the appraised value of the housing facility.

\* Sec. 3. AS 18.55 is amended by adding a new section to read:

Sec. 18.55.375. INVESTMENT OF STATE SURPLUS. Notwithstanding other provisions of law, when the commissioner of revenue determines that there is in the state treasury a surplus above an amount sufficient to meet current cash expenditure needs, the surplus may be invested, in addition to the investments permitted by AS 37.10.070(a), in

mortgages owned by the authority for loans made to cooperatives under sec. 370(2) of this chapter and secured by real estate in the state, which investments shall be subject to the terms and conditions that the authority and the commissioner of revenue may provide in any contract of sale. Investments allowed by this section shall be made as provided for other investments of the state money under AS 37.10.070(a), (f), (g) and (i). The terms and conditions of any contract of sale authorized to be made under this section may include but are not limited to

(1) the investment by the state in a specified or determinable amount of mortgages;

(2) the existence of a prior lien on and pledge of the mortgages invested in by the state;

(3) provisions relating to the subordination of the state's interest in and application of annual payments of principal and interest or the proceeds of a permitted sale of, or insurance or prepayments on, the mortgages; and

(4) the right of the authority to repurchase the mortgages at a predetermined price.

\* Sec. 4. This Act takes effect immediately in accordance with AS 01.10.070(c).