



LAWS OF ALASKA

1978

Source

CSHB 266

Chapter No.

29

AN ACT

Relating to the creation of an alternative power resource revolving loan fund.

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

* Section 1. AS 45 is amended by adding a new chapter to read:

CHAPTER 88. ALTERNATIVE POWER RESOURCE REVOLVING LOAN FUND.

Sec. 45.88.010. FUND ESTABLISHED. There is established in the Department of Commerce and Economic Development the alternative power resource revolving loan fund to carry out the purposes of this chapter. Loans made under this chapter are to be used to develop means of energy production utilizing energy sources other than fossil or nuclear fuel, including, but not limited to, windmills, water and solar power devices. The fund may be used for no other purpose.

Sec. 45.88.020. POWERS AND DUTIES OF THE DEPARTMENT IN ADMINISTERING THE FUND. (a) The department may

(1) make loans for the purchase, construction, and installation of alternative power resources;

(2) promulgate regulations necessary to carry out the provisions of this chapter.

(b) The department shall develop eligibility standards for loans made under this chapter and adopt guidelines for the determination of loan terms.

Sec. 45.88.030. LOAN TERMS. (a) A loan for the development of an alternative power resource under this

chapter may not exceed \$10,000.

(b) The duration for repayment of the loan may not exceed 20 years.

(c) Loans made under this chapter may be used to finance no more than 80 per cent of the cost of purchase, construction, and installation of the alternative power resource.

(d) All principal and interest payments on loans made under this chapter shall be paid into the alternative power resource revolving loan fund.

(e) The rate of interest may not exceed eight per cent a year on the unpaid balance of the loan.

Sec. 45.88.040. SALE OR TRANSFER OF MORTGAGES AND NOTES. (a) The commissioner may sell or transfer at par value or at a premium or discount to any bank or other private purchaser for cash or other consideration the mortgages and notes held by the Department of Commerce and Economic Development as security for loans made under this chapter.

(b) The commissioner may sell or transfer at par value to the Department of Revenue the mortgages and notes held by the Department of Commerce and Economic Development as security for loans made under this chapter. The Department of Revenue shall purchase all of these mortgages and notes offered, allowing the Department of Commerce and Economic Development a one-half of one per cent service fee.