

ST	BILL NO.	DOC TYPE	VERSION	LEGIS DATE
AK	HB196	Bill Text	Introduced	3/23/2009
ALTERNATIVE ENERGY REVOLVING LOAN FUND				

00 HOUSE BILL NO. 196
01 "An Act relating to the alternative energy revolving loan fund; and providing for an
02 effective date."
03 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
04 * Section 1. [AS 45.88.010](#) is amended by adding a new subsection to read:
05 (e) The fund consists of
06 (1) money appropriated to the fund by the legislature;
07 (2) gifts, bequests, or contributions from other sources; and
08 (3) principal and interest payments or other income earned on loans or
09 investments in the fund and appropriated to the fund.
10 * Sec. 2. [AS 45.88.030](#) is amended by adding new subsections to read:
11 (f) A loan must be secured by a mortgage or other security instrument in the
12 real property to be improved, and a first lien on the improvements financed under
13 [AS 45.88.010](#).
14 (g) The interest rate
01 (1) may not exceed the maximum rate of eight percent a year and may
02 not be less than five percent a year;
03 (2) shall be established by the department based on the bank prime rate
04 listed in the Wall Street Journal during the previous quarter plus one percentage point,
05 set to the nearest one-half point for loans made; and
06 (3) set for a quarter remains in effect until the department changes the
07 rate.
08 * Sec. 3. [AS 45.88.090](#)(a) is amended to read:
09 (a) In [AS 45.88.010](#) - [45.88.090](#), "alternative energy system"
10 (1) means a source of thermal, mechanical, or electrical energy ~~that~~
11 [WHICH] is not dependent on oil or gas or a nuclear fuel for the supply of energy for
12 space heating and cooling, refrigeration and cold storage, electrical power, mechanical
13 power, or the heating of water;
14 (2) includes
15 (A) an alternative energy property as defined by [26 U.S.C.](#)
16 [48\(a\)\(3\)\(A\)](#) ([Sec. 301](#), P.L. [95-618](#), [Internal Revenue Code](#));
17 (B) a method of architectural design and construction which
18 provides for the collection, storage, and use of direct radiation from the sun;
19 (C) a woodstove with a catalytic converter or a catalytic
20 converter for a wood stove; [AND]
21 (D) a steam, hot water, or ducted hot air central heating system
22 that uses wood or coal for fuel; ~~and~~
23 ~~(E) a high efficiency wood pellet stove;~~
24 (3) does not include
25 (A) a stove that uses only [WOOD,] coal, [OR] oil, ~~or~~
26 ~~unprocessed wood~~ for fuel; or
27 (B) a fireplace or fireplace insert.
28 * Sec. 4. [AS 45.88.010](#)(c), [45.88.030](#)(e), and [45.88.040](#)(a) are repealed.
29 * Sec. 5. This Act takes effect immediately under [AS 01.10.070](#)(c).