

Fund Source Report

1057 Small Bus Small Business Revolving Loan Fund

Year Authorized 1971	Year Repealed	Active? No	Mental Health? No	Duplicated? No	Fund Group Designated General
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No Appropriations during last 10 years

Legal Authority

AS 45.81.210-.290

Source of Revenue

Consists of money appropriated from the legislature and interest earned from repayment of loans.

Restrictions on Use

Loans may be made to acquire, finance or refinance or equip businesses, including farming, mining and fishing. Loans are intended to create jobs and provide additional services in a community. This fund shall be used for no other purpose, except for appropriations to administer the loan program.

Description and History

The purpose of the Small Business Economic Development Loan Program is to create long-term employment and diversify the economy by providing start-up and expansion capital for small businesses.

Section 71(2), ch. 106, SLA 1980 provided that no further loans may be made under this program after FY80, yet the program remains authorized in statute.

A replacement business loan program was established in 1987. It was started with a grant from the US Department of Commerce, Economic Development Agency (EDA). See code 1170 (Small Business Economic Development Revolving Loan Fund). The new program is more restrictive than the state program. This Fund continued paying administrative costs through FY04. Loan repayments now go to the general fund and the code is inactive.