

REPRESENTATIVE DAN ORTIZ

Alaska State Legislature / Ketchikan, Saxman, Wrangell, Hydaburg, Metlakatla, Hyder, Loring and Meyers Chuck

SESSION ADDRESS:

Alaska State Capitol
Juneau, Alaska 99801
Phone: 907-465-3824
Toll Free: 1-800-686-3824
Fax: 907-465-3175



INTERIM ADDRESS:

1900 First Avenue, Suite 310
Ketchikan, Alaska 99901
Phone: 907-247-4672
907-465-5269
Fax: 907-225-8546

Sectional Analysis CS House Bill 76 (FSH) Mariculture Revolving Loan Fund

Section 1: Adds a declaration of policy for the state's Mariculture Revolving Loan Fund (fund) (AS 16.10.890 - 16.10.945).

Section 2: Amends a spanned statutory citation in AS 16.10.900 to conform with the provision added by section 1 of the bill.

Section 3: Requires 60% of the money appropriated to the fund be used for making loans to state residents that operate mariculture farms. Requires the remaining 40% of the funds appropriated to the fund to be used for (1) making loans to state residents and Alaskan organizations and businesses that operate certain hatcheries, and (2) making certain grants to certain nonprofits.

Section 4: Authorizes the Department of Commerce, Community, and Economic Development (department) to make loans to an eligible applicant for the planning, construction, and operation of a (1) hatchery that artificially propagates marine aquatic plants or shellfish or (2) shellfish enhancement project. Permits the department to make one-time grants for organizational and planning purposes to certain nonprofit organizations. Amends spanned statutory citations to conform with the provision added by sec. 1 of the bill.

Section 5: Limits the amount the department may make in grants to nonprofits for organizational and planning purposes.

Section 6: Expands the classes of person eligible for a loan from the fund to include state residents or entities organized under state law that (1) hold a permit to operate a hatchery or aquatic farm for the purposes of producing aquatic plants or shellfish or (2) conduct shellfish enhancement.

Section 7: Conforms the residency requirements for fund loan applicants to reflect that entities organized under state law are also eligible for loans from the fund.

Section 8: Establishes new loan terms for loans from the fund.

Section 9: Provides that a subsequent loan may not be made to a resident of the state or entity organized under the laws of the state that holds a permit to operate a hatchery or aquatic farm for the purpose of producing aquatic plants or shellfish or that conducts shellfish enhancement projects if the person's outstanding balance exceeds \$1,000,000.

REPRESENTATIVE DAN ORTIZ

Alaska State Legislature / Ketchikan, Saxman, Wrangell, Hydaburg, Metlakatla, Hyder, Loring and Meyers Chuck

SESSION ADDRESS:

Alaska State Capitol
Juneau, Alaska 99801
Phone: 907-465-3824
Toll Free: 1-800-686-3824
Fax: 907-465-3175



INTERIM ADDRESS:

1900 First Avenue, Suite 310
Ketchikan, Alaska 99901
Phone: 907-247-4672
907-465-5269
Fax: 907-225-8546

Sectional Analysis CS House Bill 76 (FSH) Mariculture Revolving Loan Fund

Section 10: Allows a loan to be made from the fund for the purchase of boats or vessels determined to be integral to the operation of a hatchery.

Section 11: Amends a spanned statutory citation in AS 16.10.915(d) to conform with the provision added by section 1 of the bill.

Section 12: Adds a new subsection to AS 16.10.915. Prohibits the department from making certain loan from the fund unless the department determines that (1) a loan applicant's hatchery or enhancement project will be managed in a manner reasonably expected to result in repayment of the loan and (2) the applicant's hatchery or enhancement project is in the public interest.

Section 13: Provides when the department may require repayment of principal and interest on loans made from the fund to residents of the state, or entities organized under the laws of the state, that (1) hold a permit to operate a hatchery or aquatic farm for the purpose of producing aquatic plants or shellfish or (2) conduct shellfish enhancement projects.

Section 14: Provides authority for certain associations of limited entry permit holders to levy and collect an assessment from its members to secure or repay a loan from the fund. Allows the department to rely on certain assessments in deciding whether to make a loan from the fund.

Section 15: Amends a spanned statutory citation in AS 16.10.935 to conform with the provision added by section 1 of the bill.

Section 16: Adds new definitions for AS 16.10.890-16.10.945.

Section 17: Clarifies that changes made by the bill to loan terms from the fund do not apply to loans made before the bill's effective date.

Section 18: Provides the bill with an immediate effective date.