

ALASKA STATE LEGISLATURE



House Fisheries Committee

HB 199: Sectional Analysis

Version A

"An Act relating to the Department of Commerce, Community, and Economic Development; relating to the Alaska Commercial Fishing and Agriculture Bank; relating to certain loans made by the Alaska Commercial Fishing and Agriculture Bank; and providing for an effective date."

Sec. 1: Creates uncodified law that:

- a) Allows the Department of Commerce to purchase nonvoting, preferred shares in the Alaska Commercial Fishing and Agriculture Bank (CFAB) for the purpose of commercial fishing loans, which CFAB will buy back in 20 years.
- b) Specifies terms for loans made with these state funds and requires that these loans are fixed rate.
- c) States that once the Commercial Fishing Revolving Loan Fund interest rates return to their original rate, CFAB will share with the state Division of Banking and Securities information relating to CFAB's use of state money for commercial fishing loans.
- d) Division of Banking and Securities will review and audit the information from CFAB within 120 days, and, if there is unused state money found, that amount must be paid back immediately.
- e) Any money owed back immediately must be paid by CFAB within 30 days.
- f) Money used to buy shares in CFAB should be equivalent to the amount still held in the now defunct Alaska capstone avionics revolving loan fund.

Sec. 2: Repeals the uncodified law established by Section 1 on July 1, 2027.

Sec. 3: Sets an immediate effective date for the rest of the bill.