

**SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 116**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**THIRTY-FIRST LEGISLATURE - FIRST SESSION**

**BY REPRESENTATIVE STORY**

**Introduced: 4/12/19**  
**Referred:**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to the renewal or extension of site leases for aquatic farming and**  
2 **aquatic plant and shellfish hatchery operations."**

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

4 **\* Section 1.** AS 38.05.070(e) is amended to read:

5 (e) The director may renew a lease issued under this section, AS 38.05.075,  
6 **38.05.083**, or 38.05.810 upon its expiration if the lease is in good standing and the  
7 lease renewal is determined to be in the best interests of the state. A renewal issued  
8 under this subsection is not subject to AS 38.05.035(e). A lease may be renewed only  
9 once for a term not longer than the initial term of the lease. The director shall provide  
10 notice of the lease renewal decision.

11 **\* Sec. 2.** AS 38.05.083(a) is amended to read:

12 (a) The commissioner may offer to the public for lease at public auction or by  
13 sealed bid under AS 38.05.075 or by negotiation under AS 38.05.070 a site for aquatic  
14 farming or related hatchery operations. Before a final decision to issue [OR RENEW]

1 a lease under this section, the commissioner shall give notice and allow opportunity  
2 for comment in accordance with AS 38.05.945 and may hold a hearing to take  
3 testimony. Before a final decision to issue [OR RENEW] a lease under this section,  
4 the commissioner shall consider all relevant comment or testimony submitted under  
5 this section, AS 38.05.945, or 38.05.946.

6 \* **Sec. 3.** AS 38.05.083(b) is amended to read:

7 (b) The commissioner, for good cause, may deny an application for issuance  
8 [OR RENEWAL] of a lease under this section but shall provide the applicant with  
9 written findings that explain the reasons for the denial.

10 \* **Sec. 4.** AS 38.05.083 is amended by adding a new subsection to read:

11 (g) The commissioner may, under AS 38.05.070(e) - (g), renew or extend a  
12 lease issued under this section.