

Introduced: 3/21/80
Referred: Finance

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 HOUSE BILL NO. 971.

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to fisheries enhancement loans; and
7 providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 16.10.510(5) is amended to read:

10 (5) establish amortization plans for repayment of loans, not
11 to exceed 30 [25] years;

12 * Sec. 2. AS 16.10.520(b) is amended to read:

13 (b) Loans for the total project costs may be made if the commis-
14 sioner determines that the applicant has sufficient financial resources
15 to insure the establishment of an equity position in the project equal
16 to 10 percent of the loan within 10 [SIX] years or less, either through
17 a royalty assessment levied under AS 16.10.530 or AS 16.10.540 or other
18 means approved by the commissioner. For purposes of this subsection,
19 "total project costs" includes planning and construction costs for the
20 facility and the cost of operations for not more than the first 10 [SIX]
21 years. The costs for operations shall be loaned on an annual basis.

22 * Sec. 3. AS 16.10.520 is amended by adding a new subsection to read:

23 (f) The commissioner may not require the repayment of principal on
24 a fisheries enhancement loan for the initial period of the loan. The
25 initial period determined by the commissioner may not be less than six
26 years or more than 10 years. Interest on the principal may not accrue
27 during the initial period.

28 * Sec. 4. Section 3 of this Act also applies to loans made under AS 16.-
29 10.510 before July 1, 1980.