

Introduced: 2/18/80
Referred: Resources and
Finance

BY THE RULES COMMITTEE BY REQUEST
OF THE SALMON QUALITY CONTROL
STUDY COMMITTEE

1 IN THE SENATE

2 SENATE BILL NO. 476

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 loans for upgrading fish holds in
7 commercial fishing vessels; and providing for an
8 effective date."

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

10 * Section 1. AS 16.10.310(a)(1)(A) is amended to read:

11 (A) individual commercial fishermen who have been state
12 residents for a continuous period of five years immediately
13 preceding the date of application for a loan under AS 16.10.300 -
14 16.10.370 and have had a crewmember or commercial fishing license
15 under AS 16.05.480 or a permit under AS 16.43 for any one of the
16 past five years, and who actively participated in the fishery
17 during that period, for

18 (i) the repair, restoration or upgrading of
19 existing vessels and gear;

20 (ii) the upgrading of fish holds in existing vessels;

21 (iii) [, FOR] the purchase of entry permits and
22 gear; and

23 (iv) [, AND FOR] the construction and purchase of
24 vessels; and

25 * Sec. 2. AS 16.10.310(a)(1)(C) is amended to read:

26 (C) corporations, partnerships, or joint ventures, 100
27 percent of which are owned by individual commercial fishermen who
28 have been state residents for a continuous period of five years
29 immediately preceding the date of application for a loan under

1 AS 16.10.300 - 16.10.370 and have had a crewmember or commercial
2 fishing license under AS 16.05.480 or a permit under AS 16.43 for
3 any one of the past five years, and who actively participated in
4 the fishery during that period, for

5 (i) the repair, restoration or upgrading of exist-
6 ing vessels and gear;

7 (ii) the upgrading of fish holds in existing vessels;

8 (iii) [, FOR] the purchase of gear; and

9 (iv) [, AND FOR] the construction and purchase of
10 vessels;

11 * Sec. 3. AS 16.10.320(a) is amended to read:

12 (a) Except as otherwise provided in [(b), (c), (d), AND (e) OF]
13 this section, commercial fishing loans granted under AS 16.10.300 -
14 16.10.370

15 (1) may not exceed \$500,000;

16 (2) may not exceed a term of 15 years;

17 (3) may not bear interest exceeding nine and one-half per-
18 cent;

19 (4) shall be secured by a first priority lien and appropriate
20 security agreement; and

21 (5) may not exceed 75 percent of the appraised value of the
22 collateral used to secure the loan, except that a loan granted under
23 AS 16.10.333 for the purchase of an Alaska limited entry permit may not
24 exceed an amount determined in accordance with (f) of this section.

25 * Sec. 4. AS 16.10.320 is amended by adding a new subsection to read:

26 (h) A loan made under AS 16.10.310(a)(1)(A)(ii) or (C)(ii) for
27 upgrading fish holds may not exceed \$10,000.

28 * Sec. 5. AS 16.10 is amended by adding a new section to read:

29 Sec. 16.10.325. EXPEDITIOUS HANDLING OF LOANS FOR UPGRADING FISH

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HOLDS. (a) The department is authorized to establish a position in the division of business loans with the primary responsibility to expedite the processing of applications for loans made under AS 16.10.310(a)-(1)(A)(ii) and (C)(ii) for upgrading fish holds.

(b) The department shall adopt regulations in accordance with the Administrative Procedure Act (AS 44.62) to provide for expeditious handling of applications for loans made under AS 16.10.310(a)(1)(A)(ii) and (C)(ii) for upgrading fish holds. The regulations may include a provision for a short application form for the loan if the department already holds a first priority lien on the applicant's fishing vessel or if the security offered for the loan is an Alaska limited entry permit.

* Sec. 6. This Act takes effect immediately in accordance with AS 01.10.-070(c).