

Offered: 3/9/83
Referred: Finance

Original sponsors: Hayes, Flood,
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1 IN THE HOUSE

BY THE SPECIAL COMMITTEE
ON STATE LOANS

2

CS FOR HOUSE BILL NO. 15 (Loans)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to commercial fishing loans (AS 16.-
7 10.300 - 16.10.370)."

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

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

10 (a) The department may

11 (1) make loans to

12 (A) individual commercial fishermen who have been
13 state residents for a continuous period of two years [FIVE YEARS
14 immediately preceding the date of application for a loan under
15 AS 16.10.300 - 16.10.370 and have had a crewmember or commercial
16 fishing license under AS 16.05.480 or a permit under AS 16.43 for
17 the year immediately preceding the date of application and any
18 other two [ANY ONE] of the past five years, and who actively
19 participated in the fishery during those periods [THAT PERIOD],
20 for the purchase of entry permits;

21 (B) an individual who has been a state resident for a
22 continuous period of two years [FIVE YEARS] immediately preceding
23 the date of application for a loan under AS 16.10.300 - 16.10.-
24 370, who

25 (i) because of lack of training or lack of em-
26 ployment opportunities in the area of residence does not
27 have occupational opportunities available other than commer-
28 cial fishing; or

29 (ii) is economically dependent on commercial

1 fishing for a livelihood and for whom commercial fishing has
2 been a traditional way of life [FOR HIM] in Alaska, for the
3 repair, restoration or upgrading of existing vessels and
4 gear, for the purchase of entry permits and gear, and for
5 the construction and purchase of vessels;

6 (C) corporations, partnerships, or joint ventures, 100
7 percent of which are owned by individual commercial fishermen who
8 have been state residents for a continuous period of two years
9 [FIVE YEARS] immediately preceding the date of application for a
10 loan under AS 16.10.310(a)(1)(B) and have had a crewmember or
11 commercial fishing license under AS 16.05.480 or a permit under
12 AS 16.43 for the year immediately preceding the date of applica-
13 tion and any other two [ANY ONE] of the past five years, and who
14 actively participated in the fishery during that period, for the
15 repair, restoration or upgrading of existing vessels and gear,
16 for the purchase of gear, and for the construction and purchase
17 of vessels;

18 (2) designate agents and delegate its powers to them as
19 necessary;

20 (3) adopt regulations necessary to carry out its functions;

21 (4) establish amortization plans for repayment of loans,
22 which may include extensions for poor fishing seasons or for adverse
23 market conditions for Alaskan products;

24 (5) enter into agreements with private lending institu-
25 tions, other state agencies, or agencies of the federal government, to
26 carry out the purposes of AS 16.10.300 - 16.10.370;

27 (6) enter into agreements with other agencies or organiza-
28 tions to create an outreach program to make loans under AS 16.10.300 -
29 16.10.370 in rural areas of the state.

1 * Sec. 2. AS 16.10 is amended by adding a new section to read:

2 Sec. 16.10.315. ALLOCATION OF LOANS. The department shall
3 allocate at least ten percent of the money that is available to make
4 loans under AS 16.10.310 for loans of \$35,000 or less made under
5 AS 16.10.310(a)(1)(B) and (C).

6 * Sec. 3. AS 16.10.320 is amended by adding a new subsection to read:

7 (j) If a borrower ceases to be a state resident during the term
8 of a loan made under AS 16.10.310 - 16.10.370, the loan shall be
9 accelerated and the outstanding principal and interest shall be repaid
10 by the borrower within 120 days after the state residence terminates.