

Offered: 3/9/83  
Referred: Finance

Original sponsors: Hayes, Flood,  
Lindauer, et al

1 IN THE HOUSE

BY THE SPECIAL COMMITTEE  
ON STATE LOANS

2 CS FOR HOUSE BILL NO. 15 (Loans) am  
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); and providing for an effective  
8 date."

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

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

11 (a) The department may

12 (1) make loans to

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

22 (B) an individual who has been a state resident for a  
23 continuous period of two years [FIVE YEARS] immediately preceding  
24 the date of application for a loan under AS 16.10.300 - 16.10.-  
25 370, who

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

1 (ii) is economically dependent on commercial  
2 fishing for a livelihood and for whom commercial fishing has  
3 been a traditional way of life for the individual in Alaska,  
4 for the repair, restoration or upgrading of existing vessels  
5 and gear, for the purchase of entry permits and gear, and  
6 for the construction and purchase of vessels;

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

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

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

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

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

28 (6) enter into agreements with other agencies or organiza-  
29 tions to create an outreach program to make loans under AS 16.10.300 -

1 16.10.370 in rural areas of the state.

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

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

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

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

12 \* Sec. 4. This Act takes effect immediately in accordance with AS 01.-  
13 10.070(c).