

1 IN THE HOUSE

BY LARSON AND MENARD

2

HOUSE BILL NO. 415

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to agricultural industry production
7 credits for dairy products; and providing for an
8 effective date."

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

10 * Section 1. PURPOSE. The purpose of this Act is to permit dairy
11 farmers in the state to achieve parity with milk producers who are located
12 outside the state and to reward those dairy farmers in the state who are
13 productive and who are making a sincere effort to compete on equal terms
14 with milk producers located outside the state.

15 * Sec. 2. AS 03.05 is amended by adding a new section to read:

16 Sec. 03.05.017. AGRICULTURAL PRODUCTION CREDITS FOR DAIRY PROD-
17 UCTS. (a) In addition to the production credits authorized under
18 AS 03.05.015, the commissioner shall establish a program of agricul-
19 tural production credits for dairy products. Credits under this
20 section shall be applied against amounts due on agricultural loans
21 made under this title and AS 44 and amounts due on the sale of agri-
22 cultural land under AS 38.05. The credits shall be based on dairy
23 products produced in the state.

24 (b) The annual credit for the years 1985 - 1991 is \$2.63 per
25 hundredweight of dairy products as shown on documents acceptable to
26 the commissioner. The credit shall be applied to the principal on the
27 debts described in (a) of this section. The credits available under
28 this section and AS 03.05.015 are limited to 50 percent of the
29 principal debt incurred.

1 (c) A credit granted under this section may not be transferred.
2 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).
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