

1 IN THE HOUSE

BY HERRMANN AND SUND

2

HOUSE BILL NO. 509

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 the Commercial Fishing Loan Act;  
7 and providing for an effective date."

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

9 \* Section 1. AS 16.10.320(h) is repealed and reenacted to read:

10 (h) The department may make a loan for a limited entry permit  
11 under AS 16.10.310(a)(1)(B) for up to 100 percent of the appraised  
12 value of the collateral used to secure the loan if the department  
13 determines that

14 (1) the borrower actively participated in the commercial  
15 harvest of fish under the direction of a limited entry permit holder  
16 for an accumulated total of three fishing seasons in the same fishery;  
17 and

18 (2) during the year immediately preceding the borrower's  
19 application for the loan, the borrower

20 (A) did not own a limited entry permit issued under  
21 AS 16.43; or

22 (B) owned a limited entry permit issued under AS 16.43  
23 as transferee under a temporary transfer and returned the permit  
24 to the transferor of the permit without receipt of monetary  
25 consideration.

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

27 Sec. 16.10.322. MAXIMUM DURATION OF LOANS. (a) The term of a  
28 loan

29 (1) made under AS 16.10.310(a)(1)(A) or 16.10.310(a)(1)(B)

1 for the purchase of a commercial fishery limited entry permit may not  
2 exceed 30 years;

3 (2) made under AS 16.10.310(a)(1)(B) for the purchase of  
4 gear or for the construction or purchase of a vessel may not exceed 20  
5 years.

6 (b) Notwithstanding the limitations established by (a) of this  
7 section, a loan may be extended under AS 16.10.310(a)(4).

8 \* Sec. 3. AS 16.10.320(a)(1) is repealed.

9 \* Sec. 4. This Act takes effect immediately under AS 01.10.070(c).