

Commercial Fishing Revolving Loan Fund
AS 16.10.300 – AS 16.10.370 3AAC 80.010 – 3 AAC 80.900

Loan Purpose

To provide long-term, low interest loans to Community Quota Entities for the purchase of halibut and sable fish quota shares through the National Marine Fisheries Service program, and then lease the quota back to local resident fishermen.

Contact Information

Mail Applications To: DED - INVESTMENTS
DCCED
P.O. Box 110802
Juneau, AK 99811-0802

By Telephone: (800) 478-LOAN (5626) Toll Free within Alaska
(907) 465-5437 TTD

By Email: financing@alaska.gov

In Person:	Juneau Office	Anchorage Office
	State Office Building 333 Willoughby Ave. 9th Floor Juneau, Alaska (907) 465-2510 Office (907) 465-2103 Fax	Robert B. Atwood Building 550 W. 7th Ave. Suite 1770 Anchorage, Alaska (907) 269-8150 Office (907) 269-8147 Fax

Website: www.commerce.alaska.gov/web/ded

The Division of Economic Development, Department of Commerce, Community, and Economic Development complies with Title II of the Americans with Disabilities Act of 1990. This publication is available in alternative communication formats upon request. Please contact the Division of Economic Development at (907) 465-2510 or TDD (907) 465-5437 to make any necessary arrangements.

General Requirements

- Community Quota Entity (CQE) is certified by National Marine Fisheries Service (NMFS) and is eligible to hold Quota Shares.
- CQE is in good standing with the State and Federal Government.
- CQE is not eligible for financing from other recognized commercial lending institutions.

Program Requirements

- Purchases – Loans are available to CQEs for the purchase of Quota Shares and reimbursement of Quota Share purchases less than 12 months from the date the application is received.
- Collateral – The item being financed will be held as the collateral for the loan, and generally, a priority lien must be obtained. The maximum loan amount for a loan secured by Quota Shares is 80% of the purchase price. Other types of collateral may also be offered to reduce the down payment requirement.

Terms and Conditions

- Maximum loan amount is \$2 million for each eligible community. The total outstanding balances on all loans made to a community under Section E of the Commercial Fishing Loan Program is \$2 million.
- Maximum loan term is 15 years.
- Interest rate will be fixed at the time of loan approval, contact us for current rate.

Fees

- A \$100 application fee (non-refundable) must accompany all applications, if you have located the shares you wish to purchase.
- A \$200 pre-qualification application fee must accompany all applications, if you have not located Quota Shares to purchase, but wish to obtain conditional approval by submitting a pre-qualification application. The following are some advantages of pre-qualification:
 - You know your loan limit;
 - Seller is assured of a qualified buyer;
 - Faster loan processing after finding the quota shares; and
 - Pre-qualification approval is valid for 60 days.
- A 1% origination fee is due at closing.
- Borrower is responsible for all direct costs incurred in processing an application including surveys, inspections, appraisals, title insurance, etc.

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 Department of Commerce, Community, and Economic Development
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PURCHASE OF COMMUNITY QUOTA ENTITY SHARES

Loan Amount Requested:	Amount: \$	Loan Term Requested:	Years:
Pre-Qualification Loan:	Fishery:	# of Pounds:	Area: Vessel Size:

CHECK-OFF LIST

The following information is required in order to process your application. Please use the list to make sure all information is submitted. Retain a copy of this application for your records. The department may require additional information or documentation, as it deems necessary in order to verify eligibility or other requirements of the program.

	Application for Community Quota Entity Revolving Loan Fund: Be sure all forms have been completed and signed. (Page 3)
	Non-refundable Application Fee: You must include a check or money order for \$100 if you have located the shares you wish to purchase. OR Non-refundable Pre-qualification Application Fee: You must include a check or money order for \$200 if you have not located the shares you wish to purchase.
	Financial Statement: Required from all individual applicants. (Page 4)
	Current Bank Statement: Provide copies of current bank statements verifying Cash Accounts as shown on Financial Statement. (Page 4)
	Actual Profit & Loss Statement: (Page 7)
	Projected Profit & Loss Statement: (Page 8)
	Corporate Resolution: (Page 9)
	Authorization to Obtain Credit and/or Release Information: Must be signed by all parties or entities. (Page 10)
	Authorization to Request Federal Tax Information (Loan Applicants): (Page 11)
	Authorization to Request Federal Tax Information (Sellers): (Page 12)
	Oath: Must be signed by all parties or entities. (Page 13)
	Federal Tax Returns for Past Three Years: Include complete, signed copies of Federal Tax Returns (including all schedules).
	Letter of Denial from a Recognized Quota Share Lender.
	Copy of NMFS Application and all Attachments.
	List of Key Personnel, Directors, and Officers.
	Copy of By-Laws and Articles of Incorporation.
	Verification of Availability of Down Payment.
	Copy of Proposed Agreement for Fishermen who will Fish Quota Shares being Purchased.
	Copy of Purchase Agreement and Down Payment Receipt: Including: serial numbers of shares (copy of certificate); seller's name, address, social security number, and date of birth; and signatures of both seller and purchaser (this requirement does not apply to pre-qualification applications).
	Additional Information: Provide explanations or copies of supporting documentation that may help clarify your application.
	Additional Collateral: If you are offering additional collateral, you will need to provide the following: <ul style="list-style-type: none"> • Quota Shares – Verification of quota shares owned • Real Estate – Copy of tax assessment or other proof of value • Other – Description of other collateral

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ACTUAL PROFIT & LOSS STATEMENT	
(Must be within last 12 months)	
Eligible Community/Name of CQE:	SSN/EIN:
For Period Beginning:	And Ending:
Fishing Income	
Gross Sales	
Halibut/Sablefish	\$
Other Fisheries (Itemize)	
	\$
	\$
Other (Itemize)	
	\$
	\$
Fishing Income Total	\$
Non-Fishing Income	
Gross Receipts	\$
Expenses	
Crew Shares	\$
Fuel/Groceries/Bait/Ice	\$
Gear/Equipment Purchase	\$
Quota Shares Payment	\$
Vessel/Gear Repair	\$
Vessel Insurance	\$
Vessel Payment, Lease, or Rent	\$
Other (Itemize)	
	\$
	\$
Total Expenses	(-)
Other Expenses	
Employee Expenses	\$
Mortgage or Rent	\$
Salaries	\$
Taxes	\$
Utilities	\$
Other (Itemize)	
	\$
	\$
Total Other Expenses	(-)
Net Income	
TOTAL NET INCOME	\$

You may be requested to provide documentation of your income, e.g.:

- Fish Tickets
- Processor Statement
- Affidavit from your skipper(s) for shares or agreement(s)

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PROJECTED PROFIT & LOSS STATEMENT					
(Estimate all income and expenses for the 12 month period after receiving loan.)					
Eligible Community/Name of CQE:			SSN/EIN:		
For Period Beginning:			And Ending:		
Fishing Income					
Gross Sales					
Halibut/Sablefish		\$			
Other Fisheries (Itemize)		\$			
		\$			
		\$			
Other (Itemize)					
		\$			
		\$			
Fishing Income Total			\$		
Non-Fishing Income					
Gross Receipts			\$		
Expenses					
Crew Shares		\$			
Fuel/Groceries/Bait/Ice		\$			
Gear/Equipment Purchase		\$			
Quota Shares Payment		\$			
Vessel/Gear Repair		\$			
Vessel Insurance		\$			
Vessel Payment, Lease, or Rent		\$			
Other (Itemize)					
		\$			
		\$			
Total Expenses			(-)		
Other Expenses					
Employee Expenses		\$			
Mortgage or Rent		\$			
Salaries		\$			
Taxes		\$			
Utilities		\$			
Other (Itemize)					
		\$			
		\$			
Total Other Expenses			(-)		
Net Income					
TOTAL NET INCOME			\$		
Gross Sales Estimates					
Type of Fishery	Season (Year)	# of Days Fished	Pound/Tons	Unit Price	Value

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Department of Commerce, Community, and Economic Development
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CORPORATE RESOLUTION

I certify that at a meeting of the Board of Directors _____
(Corporate Name)
duly and regularly called and held on the _____ day of _____, _____,
at which a quorum was present and voting, the following resolutions were unanimously adopted:
BE IT RESOLVED, that _____, acting for and on behalf of this corporation and as
its act and deed, is authorized and empowered to apply to the Division of Economic Development,
Department of Commerce, Community, and Economic Development, to borrow the amount of
\$_____ to be repaid in _____ years and to be used for the purpose outlined in this application.
BE IT FURTHER RESOLVED, that this resolution shall remain in full force and effect until written notice of the
revocation shall have been delivered to and received by the Division.
IN TESTIMONY WHEREOF, I have set my hand and affixed the seal of the corporation this
_____ day of _____, _____.

Board Member Signature Title

(CORPORATE SEAL)

Witness Signature

CORPORATE ACKNOWLEDGEMENT

STATE OF ALASKA)
)ss.
_____ JUDICIAL DISTRICT)

The foregoing instrument was acknowledged before me this _____ day of _____, _____
by (name) _____ (title) _____
of _____ a(n) _____
corporation, on behalf of the corporation.

Notary Public, State of Alaska
My commission expires _____

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AUTHORIZATION TO OBTAIN CREDIT AND/OR RELEASE INFORMATION

I authorize the Division of Economic Development to obtain information from, or release any information contained in my loan application and attachments to the following agencies:

U.S. National Marine Fisheries Service

I further authorize any individual or institution to release credit information concerning me to the Division of Economic Development. This authorization is given to enable the Division of Economic Development to evaluate my loan request. Verification may be obtained from any source named in this application and from any credit-reporting agency. I understand additional information may be requested as part of the quality control program at any time during the lending process.

It is understood that a photocopy of this form will serve as authorization.

Name of Corporation (Please Print):

Tax ID Number or EIN:

Authorized Signature and Title:

Date:

Loan Applicants

To verify that no federal tax liens are attached to the collateral you are offering to secure this loan, the Division of Economic Development must obtain confidential tax information from the Internal Revenue Service (IRS). Please complete and sign the following release form.

Authorization to Request Federal Tax Information

I/We hereby authorize Division of Economic Development, Department of Commerce, Community and Economic Development, to obtain return information from the Internal Revenue Service concerning my/our federal income tax returns for the tax years 2014 through 2018. The following information may be released by the Internal Revenue Service to a Loan/Collection Officer with the Division of Economic Development, Department of Commerce, Community and Economic Development:

- Whether I am/we are currently in compliance with federal individual income tax filing requirements
- Whether I/we have failed to file individual income tax returns for which returns are currently due
- Whether Notices of Federal Tax Lien have been filed against me/us in any recording district
- Whether I/we currently have a formal payment arrangement for any amounts owed to the Internal Revenue Service
- The amount of any currently outstanding balance due, whether or not secured by any recorded Notice of Federal Tax Lien

Name of Corporation:	Tax ID/EIN:
Authorized Name (Please Print):	Title:
Current Address: (Street, City, State, Zip Code)	Telephone Number:

Signature

Date

Signature

Date

NOTE: THIS SIGNED FORM MUST BE RECEIVED BY THE INTERNAL REVENUE SERVICE WITHIN 60 DAYS OF THE DATE OF THE SIGNATURE(S). FOR INFORMATION ON FEDERAL TAXES NOT OTHERWISE COVERED BY THIS WAIVER, SEPARATE WRITTEN CONSENT FROM THE TAXPAYER(S) IS REQUIRED BEFORE THE INTERNAL REVENUE SERVICE CAN DISCLOSE TO THIRD PARTIES.

<i>IRS Use only:</i>	
Date Received	Acknowledged By
	_____ Title

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Sellers

To verify that no federal tax liens are attached to the asset you are selling, the Division of Economic Development must obtain confidential tax information from the Internal Revenue Service (IRS). Please complete and sign the following release form.

Authorization to Request Federal Tax Information

I/We hereby authorize Division of Economic Development, Department of Commerce, Community, and Economic Development, to obtain return information from the Internal Revenue Service concerning my/our federal income tax returns for the tax years 2014 through 2018. The following information may be released by the Internal Revenue Service to a Loan/Collection Officer with the Division of Economic Development, Department of Commerce, Community, and Economic Development:

- Whether Notices of Federal Tax Lien have been filed against me/us in any recording district
- Whether I/we have a formal payment arrangement for any amounts owed to the Internal Revenue Service
- The amount of any currently outstanding balance due, whether or not secured by any recorded Notice of Federal Tax Lien

Seller/Taxpayer's Name:	Social Security Number:
Co-Seller/Taxpayer's Name:	Social Security Number:
Current Address: (Street, City, State, Zip Code)	Telephone Number:

Signature

Date

Signature

Date

NOTE: THIS SIGNED FORM MUST BE RECEIVED BY THE INTERNAL REVENUE SERVICE WITHIN 60 DAYS OF THE DATE OF THE SIGNATURE(S). FOR INFORMATION ON FEDERAL TAXES NOT OTHERWISE COVERED BY THIS WAIVER, SEPARATE WRITTEN CONSENT FROM THE TAXPAYER(S) IS REQUIRED BEFORE THE INTERNAL REVENUE SERVICE CAN DISCLOSE TO THIRD PARTIES.

<i>IRS Use only:</i>	
Date Received	Acknowledged By
	Title

