

**Bristol Bay Economic Development Corporation  
Permit Loan Program  
Application**



Full Name \_\_\_\_\_

Mailing Address \_\_\_\_\_

\_\_\_\_\_ Date of application

\_\_\_\_\_ Birthdate

***Please review the Fishing Permit Loan Program Fact Sheet for the program requirements.***

***While only applicants that have been denied a loan are eligible to apply, a denial from CFAB does not guarantee participation in the BBEDC Program.***

Each item below references additional material that must be provided in order for the application to meet the program requirements for consideration.

- A properly filed loan application with the Commercial Fisheries and Agriculture Bank (CFAB) or the equivalent was denied within 45 days of filing this application.
- A copy of the denial letter from CFAB is **attached**
- An authorization for CFAB and BBEDC to exchange any and all information about my loan application is **attached**.
- A complete BBEDC Residency form with required additional information is **attached** that demonstrates residency in one of the Bristol Bay watershed communities.
- I do not have unresolved Child Support debts, including over-due payments or delinquencies
- I do not have unresolved IRS tax obligations including over-due payments or delinquencies.
- I have actively participated for at least 3 years in the Bristol Bay drift or set fishery for which I am seeking a permit. Demonstrated by **attached** proof of income derived from that commercial fishing or proof of previous possession of a limited entry permit.
- I have a market for which I can actively fish the permit during the season immediately following purchase. Demonstrated by the **attached** letter from a processor/buyer or a permit holder/captain commitment to "stack" my permit
- I have attached a separate sheet to explain any commercial fishing demerits that are currently outstanding for me.
- I do not currently own a Bristol Bay limited entry permit.
- I understand that I will be required to develop a business plan to assure a high degree of sustainability

*Bristol Bay watershed communities include: Aleknagik, Clarks Point, Dillingham, Egegik, Ekuk, Ekwok, Igiugig, Iliamna, King Salmon, Kokhanok, Koliganek, Levelock, Manokotak, Naknek, Newhalen, New Stuyahok, Nondalton, Pedro Bay, Pile Bay, Pilot Point, Pope Vanoy, Port Alsworth, Port Heiden, Portage Creek, South Naknek, Togiak, Twin Hills, Ugashik.*

***Applicant Certification & Authorization***

*My signature below indicates that the information contained in this application is true and accurate to the best of my knowledge. I acknowledge that providing false or misleading information may result in my disqualification from this and other BBEDC programs.*

*By submitting this application, I grant BBEDC the authorization to obtain confidential personal information provided to CFAB by or on behalf of myself.*

\_\_\_\_\_  
Applicant Signature

**LOAN APPLICANT ACKNOWLEDGMENT**

*(Whenever this document is signed by more than one person, the reference to I, my, me shall be construed to mean we, our, and us respectively)*

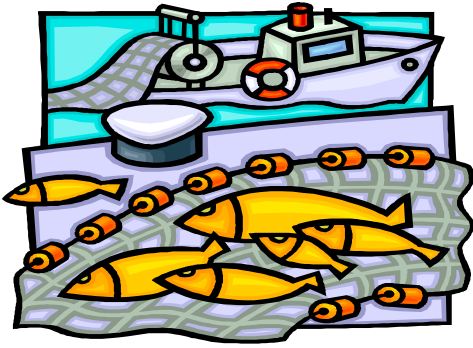
1. **I authorize** Bristol Bay Economic Development Corp., "BBEDC," to assist me in completing an application for a commercial fishing loan from the Alaska Commercial Fishing and Agriculture Bank, "CFAB". I also authorize CFAB and BBEDC to discuss with each other any and all aspects of my application and/or information.
2. **I understand** that CFAB does not require me to use the BBEDC's services. I understand that CFAB will accept a loan application prepared and submitted directly by me, without the BBEDC's assistance. I understand that the BBEDC is not a representative, employee, agent, or affiliate of CFAB.
3. **I understand** that even though BBEDC assists me in completing a CFAB loan application, ***I am personally responsible*** for making sure the information contained in my application, including supporting documents submitted with my application, are true, accurate and complete.
4. **I understand** that any approval or disapproval of my loan application will be made solely by CFAB after my loan application is completed and submitted to it. I understand that the BBEDC does not have any right, power or authority to evaluate, approve or decline my loan application to CFAB.
5. **I understand** that I can notify CFAB ***in writing*** at any time if I decide to discontinue using the BBEDC's assistance, and that CFAB will work directly with me, and not BBEDC, as soon as CFAB receives that notice.
6. **I understand** that BBEDC may ask me to sign a contract and/or charge me a fee as a condition of assisting me in completing my CFAB loan application. I also understand that such a contract and/or payment of a fee is a private agreement between BBEDC and me and that CFAB is not a party to that agreement nor does it require payment of such a fee; that no portion of any such fee will be transmitted to CFAB and that payment of such a fee will not affect the manner in which CFAB processes my loan. Finally, I understand that if I later notify CFAB ***in writing*** that I have decided to discontinue use of the BBEDC's assistance, I will still be obligated by any contract(s) I signed directly with the BBEDC as well as for any fees associated with that contract.

I, \_\_\_\_\_, have read this Authorization and Acknowledgment and understand all of its terms. I have executed this form voluntarily and with full knowledge of its significance.

DATED this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_, at \_\_\_\_\_, Alaska.

By \_\_\_\_\_  
(Its: \_\_\_\_\_)

By \_\_\_\_\_  
(Its: \_\_\_\_\_)



# BBEDC Permit Loan program

## Key Points

Under the new **Permit Loan Program**, BBEDC works cooperatively with CFAB to guarantee appropriate loans to qualified Bristol Bay drainage residents to purchase drift or set permits. Additionally, the program will provide financial assistance in the form of interest subsidy and “sweat equity” as well as business counseling and educational opportunities to enhance the permit holder’s ability to manage their fisheries business successfully.

### **Trail Breaking**

This is a new program for participants as well as administrators. Patience is appreciated.

**Important: the first step is to apply for a loan with CFAB. If the loan is denied, the resident is eligible to apply for the BBEDC Permit Loan Program**

### **Who qualifies for the BBEDC Permit Loan Program?**

- Residents of the 25 Bristol Bay watershed communities.
- Watershed communities are: Aleknagik, Clarks Point, Dillingham, Egegik, Ekuk, Ekwok, Igiugig, Iliamna, King Salmon, Kokhanok, Koliganek, Levelock, Manokotak, Naknek, Newhalen, New Stuyahok, Nondalton, Pedro Bay, Pile Bay, Pilot Point, Pope Vanoy, Port Alsworth, Port Heiden, Portage Creek, South Naknek, Togiak, Twin Hills, Ugashik
- 18 years of age or older.
- Properly filed Loan Application with CFAB has been denied within 45 days prior to application to BBEDC
- No overdue child support payments, or delinquent IRS tax obligations
- Demonstrate active participation for three years previously in the Bristol Bay drift or set net fishery for which the permit is being acquired.
- Approval is based on credit worthiness that can be addressed via permit loan program

### **What are the benefits of the BBEDC Permit Loan Program?**

- Loan guarantee of 25% to 75%
- 5% rather than 20% down payment
- Loan term not to exceed 15 years
- Reduction of Principal through Sweat Equity. Participation in the Equity Agreement will provide reduction of up to 30% of the principal balance of the CFAB Loan on the anniversary date of this Agreement for the next seven (7) years, released 14.286% annually. Borrower may apply these funds at his/her discretion to loan payments or extra principal payments.
- Interest Subsidy. BBEDC will pay CFAB on behalf of the Borrower up to 4.5% of the original loan amount under the CFAB Loan annually as an interest subsidy for the duration of the loan term, not to exceed 15 years, payable on the anniversary date of this Agreement. It is understood such annual payment shall not exceed \$4,000 or the total amount of the interest due, whichever is less,
- Mandatory Business Counseling and Education including Managing a Fishing Business (provided by BBEDC).

### **How do residents apply?**

- Submit a loan application to the Commercial Fishing and Agriculture Bank.
- If the loan is declined, submit a BBEDC application. The application requires attachments that include a completed Residency form, proof of participation in the fishery for 3 years and proof of a market.
- Applicants may apply for pre-approval.

### **Once approved, what is required to stay in the Program?**

- The recipient must actively fish the permit for at least 3 weeks each year (proof will be required) for the duration of the loan.
- Participation in the program is not transferable.
- Loan must remain in good standing.
- Must maintain residency within the watershed (pursuant to BBEDC program policies).
- Must participate in business counseling (provided by BBEDC).
- Must participate in BBEDC sanctioned training events.

### **What might prevent a resident from participation in the program?**

- Credit flaws not fixable
- Liens or other serious credit issues
- Not a resident under BBEDC program policies
- Failure to fish the permit
- Failure to participate in business counseling or meet training requirements

### **What options are available to applicants not accepted?**

- Participation in other BBEDC programs (CDQ Community residents) such as training opportunities, the Technical Assistance Program and the Interest Rate Assistance Program.
- Services provided via a newly established partnership with the Consumer Credit Counseling Services of Alaska.

### **For additional information, contact any of the following.**

- Community Liaison in any CDQ Community
- BBEDC Economic Development and Brokerage Section



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Dillingham, Alaska 99576  
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