AR 99.325

CLERK'S OFFICE

APPROVED

Date: //-9-99

**5** 

 Submitted by:

Chairman of the Assembly at the Request of the Mayor

Prepared by:

Office of Management and Budget

For Reading:

NOVEMBER 9, 1999

ANCHORAGE, ALASKA AR NO. 99-325

A RESOLUTION ADOPTING AN ALLOCATION METHOD FOR THE FY00 SHARED FISHERIES BUSINESS TAX PROGRAM AND CERTIFYING THAT THIS ALLOCATION METHOD FAIRLY REPRESENTS THE DISTRIBUTION OF SIGNIFICANT EFFECTS OF FISHERIES BUSINESS ACTIVITY IN THE COOK INLET FISHERIES MANAGEMENT AREA

WHEREAS, AS 29.60.450 requires that for a municipality to participate in the FY 00 Shared Fisheries Business Tax Program, the municipality must demonstrate to the Department of Community and Economic Development that the municipality suffered significant effects during calendar year 1998 from fisheries business activities; and,

WHEREAS, 19 AAC 34.060 provides for the allocation of available program funding to eligible municipalities located within fisheries management areas specified by the Department of Community and Economic Development; and

WHEREAS, 19 AAC 34.070 provides for the use, at the discretion of the Department of Community and Economic Development, of allocation methods which may be used within fisheries management areas if all eligible municipalities within the area agree to use the method, and the method incorporates some measure of the relative significant effect of fisheries business activity on the respective municipalities in the area; and,

WHEREAS, The Municipality of Anchorage proposes to join all other participating municipalities within the Cook Inlet Fisheries Management Area in an allocation method for FY00; and

WHEREAS, such allocation shall be fifty percent (50%) divided equally and fifty percent (50%) divided on a per capita basis;

NOW THEREFORE, BE IT RESOLVED, THAT the Anchorage Assembly by this resolution certifies that the allocation method fairly represents the distribution of significant effects during 1998 of fisheries business activity in the Cook Inlet Fisheries Management Area

PASSED AND APPROVED by the Assembly this 9th day of November 1999

Chairman

ATTEST:

Muricipal Clerk

G:\Omb\ASSEMBLY\Ar for figheries.doc



## MUNICIPALITY OF ANCHORAGE ASSEMBLY MEMORANDUM

| No. | AM | 1004 | -99 |  |
|-----|----|------|-----|--|
|     |    |      |     |  |
|     |    |      |     |  |

Meeting Date: NOVEMBER 9, 1999

FROM: Mayor

SUBJECT: FY 00 Shared Fisheries Business Tax Program

The Shared Fisheries Business Tax Program was created by the Legislature in 1991. The purpose of this program is to provide for a sharing of state fish tax collected outside municipal boundaries with municipalities that have been affected by fishing industry activities.

This is the seventh year for this program. Municipalities around the state will share approximately \$1,508,683 based on 1998 fisheries activity as reported by fish processors on their fish tax returns.

Anchorage is located in the Cook Inlet Fisheries Management Area. Other municipalities located in this area are Homer, Kenai, Kenai Peninsula Borough, Kachemak, Seldovia, Seward and Soldotna. The FY 00 program total allocation to be shared within this area is approximately \$58,745. Anchorage's share is estimated to be \$27,494. The allocation methodology is: 50% divided equally between all the municipalities applying and 50% divided on a per capita basis.

To participate in this program, the municipal governing body is required to approve a resolution requesting funding using the allocation method.

THE ADMINISTRATION RECOMMENDS APPROVAL OF AR 99-325 ADOPTING THE ALLOCATION METHOD AND REQUESTING FISHERIES TAX REVENUES FOR 2000.

Concurrence: Prepared by:

George J. Vakalis Eugene A. Dusek, Director

Municipal Manager Office of Management and Budget

Respectfully submitted,

Rick Mystrom

Mayor

AR 99-325

G:10mb/ASSEMBLY/Am shared fisheries tax.do

| Post-R' Fax Note 7671 | Dal 10/25 pages 1 |  |  |
|-----------------------|-------------------|--|--|
| To Don Stown          | From 3.11 Rolfee  |  |  |
| CONDERNATION - OM 3   | co. DCED          |  |  |
| Phone #               | Phone #           |  |  |
| Fax                   | Fax #             |  |  |

| FMA 14: Cook Inlet Area |                                  |                         |                               |                          |
|-------------------------|----------------------------------|-------------------------|-------------------------------|--------------------------|
| Alternative Method*     | Total allocation:<br>\$58,745.48 | 50% Divided \$29,372.73 | 50% per capita<br>\$29,372.73 |                          |
| Community               | Population                       | 50% divided share       | 50% per capita share          | Calculated<br>Allocation |
| Anchorage               | 258,782                          | \$4,196.10              | \$23,297.42                   | \$27,493.53              |
| Homer                   | 4,155                            | \$4,196.10              | \$374.06                      | \$4,570.17               |
| Kachemak**              | 419                              | \$0.00                  | \$0.00                        | \$0.00                   |
| Kenai                   | 7,058                            | <b>\$</b> 4,196.10      | \$635.41                      | \$4,831.52               |
| Kenai Pen Boro          | 48,815                           | \$4,196.10              | \$4,394.68                    | \$8,590.78               |
| Seldovia                | 281                              | <b>\$4</b> ,196.10      | \$25.30                       | \$4,221.40               |
| Seward                  | 3.040                            | \$4,196.10              | \$273.68                      | \$4,469.79               |
| Soldotna                | 4,134                            | \$4,196.10              | \$372.17                      | \$4,588.28               |
| Totals                  | 326,684                          | \$29,372.73             | \$29,372.73                   | \$58,745.46              |
| Community Count         | 8                                | ·                       | ·                             |                          |

<sup>\*</sup> All municipalities share 50% of allocation equally; share remaining 50% on a per capita basis.

\*\* The city of Kachemak chose not to apply for funding.