Submitted by:

Chair of the Assembly at the

Request of the Mayor

Prepared by:

Office of Management and

Budget

CLERK'S OFFICE

For reading:

December 6, 2011

APPROVED Date: 12-6-11 ANCHORAGE, ALASKA

AR No. 2011-327

A RESOLUTION ADOPTING AN ALTERNATIVE ALLOCATION METHOD FOR THE SOA FY12 SHARED FISHERIES BUSINESS TAX PROGRAM AND CERTIFYING THAT THIS ALLOCATION METHOD FAIRLY REPRESENTS THE RELATIVE DISTRIBUTION OF SIGNIFICANT EFFECTS OF FISHERIES BUSINESS ACTIVITY IN THE COOK INLET FISHERIES MANAGEMENT AREA.

6 7 8

9

10

11

1

2

3

4

5

WHEREAS, AS 29.60.450 requires that for a municipality to participate in the SOA FY12 Shared Fisheries Business Tax Program, the municipality must demonstrate to the Department of Commerce, Community, and Economic Development that the municipality experienced significant effects during calendar year 2010 from fisheries business activities; and

12 13 14

15

WHEREAS, 3 AAC 134.060 provides for the allocation of available program funding to eligible municipalities located within fisheries management areas specified by the Department of Commerce, Community, and Economic Development; and

16 17 18

19

20

21

22

WHEREAS, 3 AAC 134.070 provides for the use, at the discretion of the Department of Commerce, Community, and Economic Development, of alternative 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

23 24 25

WHEREAS, the Municipality of Anchorage proposes the use of an alternative allocation method for allocation of SOA FY12 funding available within the Cook Inlet Fisheries Management Area in agreement with all other municipalities in this area participating in the SOA FY12 Shared Fisheries Business Tax Program; and

28 29 30

26

27

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

31 32 33

NOW, THEREFORE, the Anchorage Assembly resolves:

34 35

Section 1. That the alternative allocation method is certified and fairly represents the relative distribution of significant effects during 2010 of fisheries business activity in the Cook Inlet Fisheries Management Area.

37 38 39

36

Section 2. This resolution shall be effective immediately upon passage and approval by the Assembly.

40 41 42

1
2
3
4
5
6
7
8
9
10
11
12

PASSED Dam	AND	APPROVED . 2011.	by	the	Anchorage	Assembly	this	613	day	of
					~	Dellaie Chair of th	<u>J</u>	- praud embly	4	

ATTEST:

Municipal Clerk

## MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 692-2011

Meeting Date: December 6, 2011

FROM: **MAYOR** 1 2 SUBJECT: A RESOLUTION ADOPTING AN ALTERNATIVE ALLOCATION 3 METHOD FOR THE SOA FY12 SHARED FISHERIES BUSINESS 4 TAX PROGRAM AND CERTIFYING THAT THIS ALLOCATION 5 METHOD FAIRLY REPRESENTS THE RELATIVE DISTRIBUTION 6 OF SIGNIFICANT EFFECTS OF FISHERIES BUSINESS ACTIVITY 7 IN THE COOK INLET FISHERIES MANAGEMENT AREA 8 9 The Shared Fisheries Business Tax Program was created by the Legislature in 10 11 1991. The program provides for sharing of state fish tax collected outside municipal boundaries with municipalities that have been affected by fishing industry activities. 12 13 Anchorage is located in the Cook Inlet Fisheries Management Area. 14 municipalities located in this area are Homer, Kachemak, Kenai, Kenai Peninsula 15 Borough, Seldovia, Seward and Soldotna. The SOA FY12 program total allocation 16 to be shared within this area is approximately \$83,537. Anchorage's share is 17 estimated to be \$38,442. The alternative allocation methodology is: 50% divided 18 equally between all the municipalities applying and 50% divided on a per capita 19 basis. 20 21 To participate in this program, the municipal governing body is required to approve a 22 resolution requesting funding using the alternative allocation method. 23 24 THE ADMINISTRATION RECOMMENDS APPROVAL OF A RESOLUTION 25 ADOPTING AN ALTERNATIVE ALLOCATION METHOD FOR THE SOA FY12 26 SHARED FISHERIES BUSINESS TAX PROGRAM AND CERTIFYING THAT THIS 27 ALLOCATION METHOD FAIRLY REPRESENTS THE RELATIVE DISTRIBUTION 28 OF SIGNIFICANT EFFECTS OF FISHERIES BUSINESS ACTIVITY IN THE COOK 29 INLET FISHERIES MANAGEMENT AREA. 30 31 Office of Management and Budget Prepared by: 32 Concur: Lucinda Mahoney, CFO 33

George J. Vakalis, Municipal Manager

Daniel A. Sullivan, Mayor

34

35

Concur:

Respectfully submitted:

## FY 12 Shared Fisheries Business Tax Program

FMA 14: Cook Inlet Area

		-		
Alternative Method*	Total allocation: \$83,537.37	50% Divided \$41,768.68	50% per capita \$41,768.68	
			-	Calculated
Community	Population	50% divided share	50% per capita share	Allocation
Anchorage	291,826	\$5,221.09	\$33,221.01	\$38,442.10
Homer	5,003	\$5,221.09	\$569.53	\$5,790.62
Kachemak	472	\$5,221.09	\$53.73	\$5,274.82
Kenai	7,100	\$5,221.09	\$808.25	\$6,029.34
Kenai Pen Boro	55,400	\$5,221.09	\$6,306.65	\$11,527.73
Seldovia	255	\$5,221.09	\$29.03	\$5,250.11
Seward	2,693	\$5,221.09	\$306.57	\$5,527.65
Soldotna	4,163	\$5,221.09	\$473.91	\$5,694.99
	Totals 366,912	\$41,768.68	\$41,768.68	\$83,537.37
Community Count	unt 8			

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