

# FISCAL NOTE

**STATE OF ALASKA**  
**2002 LEGISLATIVE SESSION**

Fiscal Note Number: 2  
 Bill Version: CSSB 277(RES)  
 (S) Publish Date: 4/9/02

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: Revenue  
 Title: Definitions of Fisheries Businesses BRU: Revenue Operations  
 Component: Tax Division  
 Sponsor: Senator Austerman  
 Requester: Senate Finance Component No.: 2476

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES* ( )</b>	(333.0 - 400.0)	(333.0 - 400.0)	(333.0 - 400.0)	(333.0 - 400.0)	(333.0 - 400.0)	(333.0 - 400.0)
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2002) cost: 0.0  
 Check this box (X) if funding for this bill is included in the Governor's FY 2003 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

\* The Department of Revenue can provide only a range of the anticipated revenue loss under this legislation, so as to avoid the release of confidential information that could identify individual taxpayers.

CSSB 277(RES) would reduce the Fisheries Business Tax rate on pollock processed by floating processors from 5% to 3%. The 3% rate is the same rate assessed to shore-based processors. One half of Fisheries Business Tax revenue is shared with municipalities and the other half is retained in the state general fund.

The reduced rate could create an incentive for existing shore-based processors to anchor processing facilities just out of town and avoid local taxes, while paying the new 3% state Fishery Business Tax rate that would be assessed to floating processors the same as shore-based processors.

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 Agency: Department of Revenue

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 Date/Time: 3/2/02 4:11 PM  
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