

SR

317

*T/W updated by Dept per request of Rules Committee*

STATE OF ALASKA  
1988 LEGISLATIVE SESSION

BILL VERSION: CS SB 317(Fin)  
PUBLISH DATE: \_\_\_\_\_

FISCAL NOTE

REQUEST: \_\_\_\_\_

Revision Date: 1/15/88  
Title: "An Act relating to fisheries tax sharing."  
Sponsor: Senators Fischer and Kertulla  
Requestor: Senate Resources

Agency Affected: Revenue  
BRU: Income and Excise Audit Division  
Components: \_\_\_\_\_

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
<b>OPERATING</b>						
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LANDS & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
<b>TOTAL OPERATING</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>CAPITAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>REVENUE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	-

ANALYSIS: (Attach a separate page if necessary)

Prepared By: Steven E. Kettel *SK*  
Division: Income and Excise Audit

Phone: 465-2320  
Date: January 12, 1988

Approved by Commissioner: Hugh Malone  
Agency: Department of Revenue

Date: January 18, 1988

- Distribution (by preparer):
- Legislative Finance
  - Legislative Sponsor
  - Requestor
  - Office of Management and Budget
  - Impacted Agency(ies)

SENATE COMMITTEE REPORT

FURTHER

DATE TURNED INTO OFFICE 1/25/88

1/18/88  
Mr. President:

Finance Committee considered SB 317

refunds of fisheries tax proceeds made to local governments  
and recommended

replace with CS SB 317 (Fix) )  same title  
 or adopt \_\_\_\_\_ )  new title

attached amendment(s) and

do pass

do not pass

no recommendation

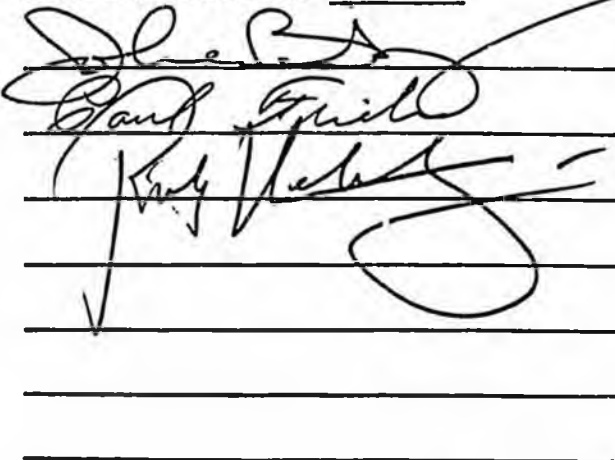
individual recommendations

further referral to \_\_\_\_\_

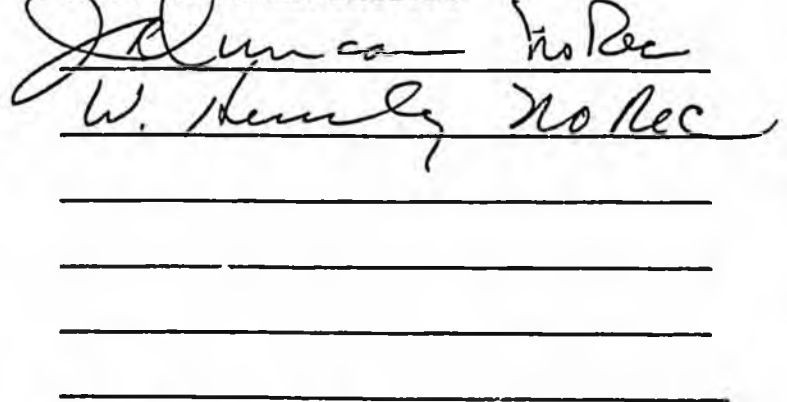
letter of intent adopted \_\_\_\_\_

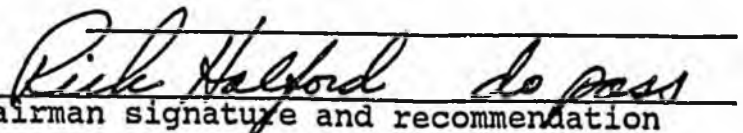
Committee  attached or  adopted fiscal note(s)  
 new  updated or  previous designated as (Fix)  
 zero  fiscal impact

MEMBERS SIGNING DO PASS



OTHER RECOMMENDATIONS



  
Chairman signature and recommendation

Committee Backup attached

Original sponsors: Fischer and Kerttula

1 IN THE SENATE

2 CS FOR SENATE BILL NO. 317 (Fin)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to payment of fisheries tax proceeds  
7 to municipalities; and providing for an effective  
8 date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 \* Section 1. AS 43.75.130(e) is amended to read:

11 (e) Notwithstanding the provisions of (d) of this section, a  
12 city may adopt an ordinance to transfer all or a portion of the funds  
13 that it may receive [RECEIVED] under (d)(1) of this section to the  
14 borough in which the city is located. A borough may adopt an ordi-  
15 nance to transfer all or a portion of the funds that it may receive  
16 under (a)(3)(B) and (d)(2) of this section to the city in which the  
17 tax revenue was collected. The department shall make the fund trans-  
18 fer and payment authorized by the transfer ordinance adopted by a city  
19 or borough under this subsection for funds payable during a fiscal  
20 year only if the city or borough notifies the department of the  
21 adoption of the ordinance before June 1 of the preceding fiscal year.

22 \* Sec. 2. This Act takes effect July 1, 1988.  
23  
24  
25  
26  
27  
28  
29

FISCAL NOTE

REQUEST: \_\_\_\_\_

Revision Date: \_\_\_\_\_  
Title: "An Act relating to fisheries tax sharing."  
Sponsor: Fischer, Kerttula  
Requestor: Senate Resources

Agency Affected: Department of Revenue  
BRU: Income and Excise Audit Division

Components: \_\_\_\_\_

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
OPERATING						
PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
SUPPLIES	-0-	-0-	-0-	-0-	-0-	-0-
EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
LANDS & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
GRANTS, CLAIMS	-0-	-0-	-0-	-0-	-0-	-0-
MISCELLANEOUS	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-
CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
REVENUE	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME	-0-	-0-	-0-	-0-	-0-	-0-
TEMPORARY	-0-	-0-	-0-	-0-	-0-	-0-

ANALYSIS: (Attach a separate page if necessary)

Prepared By: Steven E. Kette  
Division: Income and Excise Audit

Phone: 465-2320  
Date: January 12, 1988

Approved by Commissioner: \_\_\_\_\_  
Agency: \_\_\_\_\_

Date: 1/14/88

Distribution (by preparer):  
Legislative Finance  
Legislative Sponsor  
Requestor  
Office of Management and Budget  
Impacted Agency(ies)

# STATE OF ALASKA

STEVE COWPER, GOVERNOR

## DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

P.O. BOX 5  
JUNEAU, ALASKA 99811-0400  
PHONE: (907) 465-2300

### PROPOSED AMENDMENT TO CS SB317

"An ordinance adopted under AS 43.75.130(e) shall be adopted by a city or borough and notification shall be forwarded to the Department of Revenue no later than June 30 of that given year."

June 30 is the Department's cut-off date for purposes of computing the amounts to be dispersed under this shared tax program.

DEPARTMENT PREFERENCES JUNE 1 DATE ABOVE

*SM*

*Incorporated within CS(Fix)*

# Alaska State Legislature

## Senate Resources Committee



Sen. John B. (Jack) Coghill, Chairman  
Sen. Paul Fischer, Vice-Chairman  
Sen. Lloyd Jones  
Sen. Arliss Stangilewski  
Sen. Jim Duncan  
Sen. Fred Zlatoff  
Sen. Dick Lhason

Box V  
Juneau, Alaska 99811  
(907) 463-1907

### M E M O R A N D U M

TO: Members of the Senate Committee on Resources

FROM: Committee Staff

RE: CSSB 317 (Res), "An Act relating to the refunds of fisheries tax proceeds to municipalities."

This legislation provides for a more equitable distribution of the fisheries business tax.

CSSB 317 (Res) amends AS 43.75.130(e) to allow boroughs to adopt ordinances to transfer all or a portion of received fisheries business tax to the city in which the tax was collected. It also allows a city to transfer all or a portion of the business tax to the borough.

Presently, a city may adopt an ordinance to transfer all of its fisheries business tax, but does not have the option of transferring a portion. A borough will now have the option of transferring all or a portion to a city within the borough. The Department of Revenue now pays 25 percent of the amount of tax revenue collected within a city to the city.

The fisheries business tax is collected from fish processors by the Department of Revenue. Rates are 3-5 percent depending on what fish species is processed and where the processing occurs. Generally, floating processors are taxed at 5 percent and shore-based processors at 3 percent.

For every dollar collected DOR shares 50 cents with municipalities. Cities presently receive 25 cents of each dollar.

Total fisheries business taxes paid to municipalities FY'87:

Boroughs-- \$3,598,441.42  
Cities --- \$4,361,558.58

1 IN THE SENATE

BY FISCHER, KERTTULA

2

SENATE BILL NO. 317

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the refunds of fisheries tax  
7 proceeds made to local governments."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 43.75.130(a) is amended to read:

10 (a) The [EXCEPT AS PROVIDED IN (d) OF THIS SECTION, THE] commis-  
11 sioner of revenue shall pay

12 (1) to each unified municipality and to each city located  
13 in the unorganized borough, 50 percent of the amount of tax revenue  
14 collected in the municipality from taxes levied under this chapter;

15 (2) to each city located within a borough, 50 [25] percent  
16 of the amount of tax revenue collected in the city from taxes levied  
17 under this chapter; and

18 (3) to each borough

19 [[A]] 50 percent of the amount of tax revenue collected  
20 in the area of the borough outside cities from taxes levied under  
21 this chapter [; AND

22 (B) 25 PERCENT OF THE AMOUNT OF TAX REVENUE COLLECTED  
23 IN CITIES LOCATED WITHIN THE BOROUGH FROM TAXES LEVIED UNDER THIS  
24 CHAPTER].

25 \* Sec. 2. AS 43.75.130(d) and 43.75.130(e) are repealed.

SENATE COMMITTEE REPORT

FIRST COMMITTEE OF REFERRAL

Date of \_\_\_\_\_ 5-DAY NOTICE  
IN ACCORDANCE WITH UNIFORM RULE 23

FURTHER: Finance

\*\*FISCAL NOTE(S) ATTACHED \_\_\_\_\_ \*\*  
IN ACCORDANCE WITH AS 24.08.035  
(see below)

1/18/88 DATE TURNED INTO OFFICE \_\_\_\_\_  
Mr. President:

C&RA Committee considered SB 317

refunds of fisheries tax proceeds made to local governments

and recommended:

- replace with CS \_\_\_\_\_  same title
- attached amendment(s) and  new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- further referral to \_\_\_\_\_
- letter of intent adopted and attached

*waived*

\*\* Committee  attached or  adopted fiscal note(s)  
 zero  fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

\_\_\_\_\_  
Chairman signature and recommendation

Committee Backup Attached

Introduced: 1/18/88  
Referred: Finance

5-1346L

Original sponsors: Fischer and Kerttula

1 IN THE SENATE BY THE RESOURCES COMMITTEE

2 CS FOR SENATE BILL NO. 317 (Resources)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the refunds of fisheries tax  
7 proceeds to municipalities; and providing for an  
8 effective date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 \* Section 1. AS 43.75.130(e) is amended to read:

11 (e) Notwithstanding the provisions of (d) of this section, a  
12 city may adopt an ordinance to transfer all or a portion of the funds  
13 received under (d)(1) of this section to the borough in which the city  
14 is located. A borough may adopt an ordinance to transfer all or a  
15 portion of the funds received under (a)(3)(B) and (d)(2) of this  
16 section to the city in which the tax revenue was collected.

17 \* Sec. 2. This Act takes effect July 1, 1988.

SENATE COMMITTEE REPORT

FIRST COMMITTEE OF REFERRAL

Date of 1-11 5-DAY NOTICE  
IN ACCORDANCE WITH UNIFORM RULE 23

CERA  
FURTHER: FINANCE

\*\*FISCAL NOTE(S) ATTACHED \*\*  
IN ACCORDANCE WITH AS 24.08.035  
(see below)

1/11/88  
Mr. President:

DATE TURNED INTO OFFICE \_\_\_\_\_

RESOURCES \_\_\_\_\_ Committee considered \_\_\_\_\_ SB 317

refunds of fisheries tax proceeds made to local governments

*may*  
and recommended:

replace with CS SB 317 (res)  same title  
 attached amendment(s) and *+ do pass*  new title

do pass

do not pass

no recommendation

individual recommendations

further referral to \_\_\_\_\_

letter of intent adopted and attached

\*\* Committee  attached or  adopted fiscal note(s)  
 zero  fiscal impact

MEMBERS SIGNING DO PASS

OTHER RECOMMENDATIONS

① *DeBlasio*  
① *Adrian Stangor*  
① *Paul Glick*

② *Stanning - No Rec*  
② *Duncan - No Rec*

① *[Signature]*  
Chairman signature and recommendation  
 Committee Backup Attached *DO PASS*