

HB

253

FISCAL NOTE

Replacement
corrected BRU/camp
4-21-93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO. HB 253

Revision Date: 4/20/93
Title: Fisheries Business Taxes

Dept. Affected: Revenue
BRU: Shared Taxes
Component: Fish Tax

Sponsor: House Finance
Requestor: House Rules

COMPONENT SERIAL NO. 107

Expenditures/Revenues:

(Thousands of Dollars)

	FY94	FY95	FY96	FY97	FY98	FY99
OPERATING						
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)
TOTAL OPERATING	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)

CAPITAL

REVENUE FUND SOURCE:

FUNDING:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)
1005 GF/Program Receipts						
1006 GF/MHTA						
Other						
TOTAL	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)	(1,000.0)

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ 0

ANALYSIS: (Attach a separate page if necessary)

(See Attached)

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 Agency: Department of Revenue

Phone: 465-2320
 Date: April 20, 1993
 Date: April 20, 1993

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Analysis

This bill decreases the percentage amount used as the basis for sharing fisheries business taxes to municipalities under AS 43.75 for purposes of defraying the costs to the state of enforcement and administration of the shared tax program. Under this bill, 95% of revenues collected would be subject to sharing rather than the entire amount. Since the state shares 50% of fisheries business tax revenues, municipalities would receive 47.5% ($50\% \times 95\%$) of fisheries business taxes collected within the municipality rather than current 50%. Municipalities would effectively receive 2.5% less revenues.

FY 92 fisheries business taxes are estimated to be \$40 million. Assuming that fisheries business tax revenues maintain the same level through FY 99, the state will withhold an estimated \$1 million ($\$40 \text{ million} \times 2.5\%$) each fiscal year to cover the costs of administering the fisheries business tax program. The estimated total amount shared to municipalities per year would be \$19 million rather than \$20 million.

3-24-92
CPA 2

Distribution of the state's fish tax collected in FY 92 by borough and by city. A total of \$30.1 million was collected, of which \$14.5 was distributed to Alaska's boroughs and cities.

Distribution to Boroughs

Aleutians East	\$1,780,831.67
Anchorage	86,426.06
Bristol Bay	1,403,630.88
Haines	178,612.64
Juneau	32,139.76
Kenai	499,981.74
Ketchikan	242,817.76
Kodiak	1,005,663.88
-Lake & Peninsula	-391,237.54
NW Arctic	2.32
North Star	5.09
Sitka	440,237.54

Distribution to Cities

Akutan	\$588,202.55
Atka	851.25
Bethel	64,549.23
Chignik	145,636.73
Clark's Point	120,817.58
Cordova	334,651.50
-Craig	29,279.50
Dillingham	186,761.89
Emmonak	35,051.16
False Pass	12,788.81
Homer	93,158.41
-Hoonah	53,377.10
Kenai	132,875.73
Ketchikan	215,780.04
King Cove	341,478.44
Kodiak	616,602.39
Larson Bay	55,399.82
Old Harbor	1,121.21
-Pelican	-163,111.01
-Petersburg	-599,514.12
Saint George	116,408.96
Saint Mary's	1,274.58
Saint Paul	1,140,370.45
Sand Point	110,624.56
Seward	153,392.71
Togiak	99,567.78
Unalaska	2,475,196.65
Valdez	249,495.51
Whittier	38,056.16
Wrangell	53,102.42
-Yakutat	-170,979.38
All other cities	6,108,476.56

Extra-Municipal Shared Fish Tax Program
Municipalities within Fisheries Geographic Area

FMA 1: Pribilof Islands Area

St. Paul
St. George

FMA 2: Aleutians Islands Area

Aleutians East Borough
Atka
Unalaska
Akutan

FMA 3: Alaska Peninsula Area

Aleutians East Borough
Lake & Peninsula Borough
False Pass
Cold Bay
King Cove
Sand Point

FMA 4: Chignik Area

Lake & Peninsula Borough
Chignik

FMA 5: Bristol Bay Area

Aleknagik
Clark's Point
Bristol Bay Borough
Dillingham
Ekwok
Lake & Peninsula Borough
Manokotak
New Smyahok
Newhalen
Nondalton
Pilot Point
Togiak

FMA 6: Lower Kuskokwim Area

Akiak
Armautluak
Bethel
Cheformak
Eek
Goodnews Bay
Kasigluk
Kwethluk
Quinhagak
Mekoryuk
Napakiak
Napaskiak
Newtok

FMA 6 (Continued):

Nighthute
Nunapitchuk
Platinum
Quinhagak
Toksook Bay
Tununak

FMA 7: Upper Kuskokwim Area

Aniak
Chuathbaluk
Lower Kalskag
Mcgrath
Nikolai
Tuluksak
Upper Kalskag

FMA 8: Lower Yukon Area

Alakanuk
Emmonak
Holy Cross
Hooper Bay
Kotlik
Marshall
Mountain Village
Pilot Station
Russian Mission
Scammon Bay
Sheldon's Point
St. Mary's

FMA 9: Middle Yukon Area

Allakaket
Anvik
Bertles
Galena
Grayling
Hughes
Huslia
Kaltag
Koyukuk
Nulato
Ruby
Shageluk

FMA 10: Upper Yukon Area

Eagle
Fairbanks
Fairbanks North Star Borough
Fort Yukon
Nenana
Tanana

Extra-Municipal Shared Fish Tax Program
Municipalities within Fisheries Geographic Area

FMA 11: Norton Sound-Point Clarence

Brevig Mission
Elim
Gambell
Golovin
Koyuk
Nome
Savoonga
Shaktolik
Stebbins
St. Michael
Teller
Unalakleet
Wales
White Mountain

FMA 12: Kotzebue-Northern Area

Ambler
Buckland
Deering
Diomedé
Kiana
Kivalina
Kobuk
Kotzebue
Norvik
Point Hope
Selawik
Shishmaref
Shungnak

FMA 13: Kodiak Area

Kodiak Island Borough
City of Kodiak
Ouzinkie
Port Lions
Larsen Bay
Old Harbor
Akhiok

FMA 14: Cook Inlet Area

Municipality of Anchorage
Kenai Peninsula Borough
City of Kenai
Soldotna
Kachemak
Homer
Seldovia
Seward

FMA 15: Prince William Sound Area

Cordova
Valdez
Whittier

FMA 16: Yakutat Area

Yakutat Borough

FMA 17: Northern Southeast Area

Angoon
Haines Borough
Haines
Hoonah
City & Borough of Juneau
Pelican
Skagway
Tenekee Springs

FMA 18: Central Southeast Area

City & Borough of Sitka
Port Alexander
Kake
Kupreanof
Petersburg
Wrangell

FMA 19: Southern Southeast Area

Coffman Cove
Craig
Hydaburg
Kasaan
Ketchikan Gateway Borough
City of Ketchikan
Klawock
Saxman
Thorne Bay

Extra Territorial Fish Tax Sharing — Projected FMA Allocations
 (Based on Department of Revenue 1992 Fish Tax Returns)
 (Available Funding = \$1.4 million)

Fisheries Management Area	Pounds of Fish Processed	FMA Percentage of Statewide Processing	Estimated FMA Allocation
FMA 1	92,622,520	3.95%	\$55,240
FMA 2	1,019,161,953	43.42%	\$607,822
FMA 3	218,142,517	9.29%	\$130,099
FMA 4	37,970,026	1.62%	\$22,645
FMA 5	202,152,087	8.61%	\$120,562
FMA 6	19,720,655	0.84%	\$11,761
FMA 7	202,086	0.01%	\$121
FMA 8	2,812,669	0.12%	\$1,677
FMA 9	135,454	0.01%	\$81
FMA 10	289,319	0.01%	\$173
FMA 11	10,878,723	0.46%	\$6,488
FMA 12	0	0.00%	\$0
FMA 13	304,572,365	12.97%	\$181,645
FMA 14	90,883,336	3.87%	\$54,202
FMA 15	98,329,053	4.19%	\$58,643
FMA 16	8,303,046	0.35%	\$4,952
FMA 17	39,151,486	1.67%	\$23,350
FMA 18	104,473,295	4.45%	\$62,307
FMA 19	97,640,066	4.16%	\$58,232
FMA Totals	2,347,440,657	100.00%	\$1,400,000

Estimated FMA Allocations

