

**CONF.**

**COMM.**

**HB**

**390**

Received in the House: 7-29-02 | Received in the Senate: \_\_\_\_\_

**CONFERENCE COMMITTEE REPORT**

Date: 4-29-02

MR. SPEAKER: MR. PRESIDENT:

The CONFERENCE COMMITTEE considering:

•House Version:

**HOUSE BILL NO. 390**

"An Act extending the termination dates of certain activities and salmon marketing programs of the Alaska Seafood Marketing Institute and of the salmon marketing tax; expanding the allowable use of that tax for the salmon marketing programs of the Alaska Seafood Marketing Institute; relating to the Alaska Seafood Marketing Institute's salmon marketing committee; and providing for an effective date."

and

•Senate Version:

**SENATE CS FOR HOUSE BILL NO. 390(RLS)**

"An Act delaying the repeal of the salmon marketing tax; expanding the allowable use of that tax for the salmon marketing programs of the Alaska Seafood Marketing Institute; relating to the Alaska Seafood Marketing Institute's salmon marketing committee; and providing for an effective date."

Recommends the:

CCS \_\_\_\_\_ be adopted.

New Title (see attached)  Same Title as:  House Version  Senate Version

- or - Recommends the:  House Version  Senate Version be adopted.

\_\_\_\_\_ Letter of Intent attached.

FN #	List by Dept(s)	New Fiscal Note	Previous Fiscal Note	Fiscal Impact	Indet.	Zero
<u>1</u>	<u>DCED</u>		<u>X</u>	<u>X</u>		

**House Conferees:**

[Signature]  
Representative McGuire Chair

[Signature]  
Representative Scalzi

[Signature]  
Representative Kerttula

**Senate Conferees:**

[Signature]  
Senator Stevens Chair

[Signature]  
Senator Austerman

[Signature]  
Senator Elton

**Return Conference Bill and attachments to the Chief Clerk's Office.**

# LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES  
LEGISLATIVE AFFAIRS AGENCY  
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Juneau, Alaska 99801-1182  
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## MEMORANDUM

March 23, 2002

**SUBJECT:** Repeal of the salmon marketing tax (CSSB 282(L&C))

**TO:** Senator Ben Stevens

**FROM:** George Utermohle  
Legislative Counsel *GU*

This memorandum is in response to your query regarding the repeal of the salmon marketing tax and sec. 3 of CSSB 282(L&C).

The salmon marketing tax imposed under AS 43.76.110 - .130 will be repealed on June 30, 2003. See, sec. 9, ch. 55, SLA 1993, as amended by sec. 1, ch. 111, SLA 1998. After June 30, 2003 the tax will not be collected because the authority to impose the tax will have been repealed. Taxes are repealed on the date set out in law. The salmon marketing tax does not sunset.<sup>1</sup> There is no wind down year for the salmon marketing tax.

Similarly the related provisions of AS ~~16.43.100~~<sup>16,51.100</sup>(7) - (9) which pertain to certain salmon marketing activities of the Alaska Seafood Marketing Institute are repealed on June 30, 2004.

Under sec. 3 of CSSB 282(L&C) the salmon marketing tax is continued until June 30, 2008 at which time it will be repealed. And under sec. 4 of CSSB 282(L&C) certain salmon marketing activities of the Alaska Seafood Marketing Institute are continued until June 30, 2009 at which time they will be repealed.

If I may be of further assistance, please advise.

GU:lmb  
02-046.lmb

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<sup>1</sup> Sunsets are a special procedure that is applied to specified state programs, such as occupational licensing and regulation programs. State taxes are not subject to sunsets.

22-LS1436J.3  
Utermohle  
3/28/02

AMENDMENT

OFFERED IN THE SENATE

TO: CSSB 282(L&C)

- 1 Page 1, lines 1 - 2:
- 2 Delete "extending the termination dates of certain activities and salmon
- 3 marketing programs of the Alaska Seafood Marketing Institute and"
- 4 Insert "delaying the repeal"
- 5
- 6 Page 3, lines 26 - 29:
- 7 Delete all material.
- 8
- 9 Renumber the following bill section accordingly.

(S) RIs Amend.

# FISCAL NOTE

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

Fiscal Note Number: 1  
Bill Version: HB 390  
(H) Publish Date: 2/27/02

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: DCED  
Title Reauthorization of the 1% Salmon Tax BRU Alaska Seafood Marketing Institute (126)  
Component Alaska Seafood Marketing Institute  
Sponsor Representative McGulre  
Requester \_\_\_\_\_ Component No. 393

**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	226.0	226.0	226.0	226.0	226.0	226.0
Travel	74.0	74.0	74.0	74.0	74.0	74.0
Contractual	1,467.0	1,467.0	1,467.0	1,467.0	1,467.0	1,467.0
Supplies	32.0	32.0	32.0	32.0	32.0	32.0
Equipment	1.0	1.0	1.0	1.0	1.0	1.0
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
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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						
1156 Receipt Supported Services	1,800.0	1,800.0	1,800.0	1,800.0	1,800.0	1,800.0
<b>TOTAL</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</b>	<b>1,800.0</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	18	18	18	18	18	18
Part-time						
Temporary						

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

The Receipt Supported Services fund source stated here is derived from the collection of the 1% Salmon Marketing Tax. The 1% Salmon Marketing Tax is calculated on the actual Annual Harvest ex-vesse! value of all salmon harvested in Alaska in any given year. Because of the varying cyclic nature of the salmon harvests from year to year, an average salmon ex vessel harvest value of \$180,000,000 per year of which 1% Salmon Marketing Tax equals \$ 1,800,000 has been used as the estimated collectable revenue for ASMI.

The estimated expenditures are based on a percentage ratio .

Prepared by: Barbara Belknap, Director Phone 907-465-5570  
Division Alaska Seafood Marketing Institute Date/Time 2/11/02 4:26 PM  
Approved by: Deborah B. Sedwick, Commissioner Date 2/11/2002  
Agency Department of Community & Economic Development