

HB

143

<TARGET><BILL>HB 143</BILL><SUBJECT>HB
143</SUBJECT><COMM>HFIN28</COMM></TARGET>

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: HB 143
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB143CS(FIN)-DFG-DAS-03-27-14
Title: COMMERCIAL FISHING CREWMEMBER
LICENSES
Sponsor: SEATON
Requester: House Finance Committee

Department: Department of Fish and Game
Appropriation: Administration and Support
Allocation: Administrative Services
OMB Component Number: 479

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2015 Appropriation Requested	Included in Governor's FY2015 Request	Out-Year Cost Estimates					
			FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES								
Personal Services								
Travel								
Services	1.4		9.5	9.5	9.5	9.5	9.5	9.5
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	1.4	0.0	9.5	9.5	9.5	9.5	9.5	9.5

Fund Source (Operating Only)

1005 GF/Prgm	1.4		9.5	9.5	9.5	9.5	9.5	9.5
Total	1.4	0.0	9.5	9.5	9.5	9.5	9.5	9.5

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues	14.3		83.8	83.8	83.8	83.8	83.8	83.8
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Estimated SUPPLEMENTAL (FY2014) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/15

Why this fiscal note differs from previous version:

Reflects changes made in the House Finance Committee.

Prepared By:	Sunny Haight, Director	Phone:	(907)465-5999
Division:	Administrative Services	Date:	03/27/2014 08:15 AM
Approved By:	Kevin Brooks, Deputy Commissioner	Date:	03/27/14
Agency:	Commissioner's Office		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB143 (FIN)

Analysis

The House Finance Committee Substitute for HB 143 will limit the number of 7-day commercial crew licenses to one license per person per calendar year. HB 143 will also allow a commercial crewmember who purchased a 7-day license to receive a \$30 refund if they purchase an annual license within the same calendar year.

This analysis is based on actual 2012 commercial crewmember license sales and the current fee structure. In 2012, a total of 24,090 crewmember licenses were sold. 2,317 were non resident 7-day crew licenses and 443 were resident 7-day crew licenses.

In 2012, 542 non resident fishermen purchased two or more 7-day licenses. The 542 fisherman purchasing multiple 7-day licenses totaled 1,344 licenses. Under HB 143 we assume a majority of these fishermen will now purchase an annual license.

We are also estimating 15% of commercial crewmembers who initially purchase a 7-day license and then later decide to purchase an annual license will request a \$30 refund from Fish and Game. 15% of 542 fishermen is 81 refunds of \$30, for a total of \$2430.

<u>2012 Actual Sales</u>	<u># Sold</u>	<u>Fee</u>	<u>Gross Sales</u>
Annual Resident Crewmember	10,777	\$60	\$646,620
Annual NR Crewmember	10,158	\$250	\$2,539,500
Resident Child Crewmember	378	\$5	\$1,890
NR Child Crewmember	17	\$195	\$3,315
Resident 7-day Crewmember	443	\$30	\$13,290
NR 7-day Crewmember	<u>2,317</u>	\$30	<u>\$69,510</u>
Total	24,090		\$3,274,125

<u>Projected Sales under HB 143</u>	<u># Sold</u>	<u>Fee</u>	<u>Gross Sales</u>
Annual Resident Crewmember	10,777	\$60	\$646,620
Annual NR Crewmember	10,700	\$250	\$2,675,000
Resident Child Crewmember	378	\$5	\$1,890
NR Child Crewmember	17	\$195	\$3,315
Resident 7-day Crewmember	443	\$30	\$13,290
NR 7-day Crewmember	<u>973</u>	\$30	<u>\$29,190</u>
Total	23,288		\$3,369,305

Difference (Increase)

Annual Non resident Crewmember	\$135,500
Non resident 7-day Crewmember	<u>-\$40,320</u>
Sub Total	\$95,180
Refunds	<u>-\$2,430</u>
Total	\$92,750

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB143 (FIN)

Analysis Continued

Per statute AS 23.35.060 2(d), the Fishermen's Fund receives 39% of the value of each commercial crew license sold up to a maximum value of \$50. The additional \$95,180 annual revenue in commercial crew license sales would potentially contribute up to \$11,400 additional revenue for the Fishermen's Fund.

Contractual expenditures reflect license vendor compensation for crewmember licenses calculated at 10% of gross sales. $\$95,180 \times 10\% = \$9.5k$.

With an effective date of January 1, 2015, we assume an increase of 15% of revenue and related expenditures for the second half of FY2015. This percentage is based on the 2012 purchasing behavior of our commercial crew members who bought a 7-day crew member license throughout the fishing season.

Any regulations needed to implement the refund will be completed by the effective date of HB 143.

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: HB 143
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB143CS(FIN)-DOLWD-FF-03-27-14
Title: COMMERCIAL FISHING CREWMEMBER
LICENSES
Sponsor: SEATON
Requester: House Finance

Department: Department of Labor and Workforce Development
Appropriation: Workers' Compensation
Allocation: Fishermen's Fund
OMB Component Number: 343

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2015	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2015 Request	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES	FY 2015	FY 2015					
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues	1.7		11.4	11.4	11.4	11.4	11.4
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Estimated SUPPLEMENTAL (FY2014) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Reflects changes made in the House Finance Committee.

Prepared By: <u>Michael Monagle, Director</u>	Phone: <u>(907)465-6059</u>
Division: <u>Workers' Compensation</u>	Date: <u>03/27/2014 09:00 AM</u>
Approved By: <u>Dianne Blumer, Commissioner</u>	Date: <u>03/27/14</u>
Agency: <u>Office of the Commissioner</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB 143

Analysis

The House Finance Committee Substitute for HB 143 will limit the number of 7-day commercial crewmember licenses to one license per person per calendar year. HB 143 will also allow a commercial crewmember who purchased a 7-day crewmember license to receive a refund of the purchase price of the 7-day crewmember license if they subsequently purchase an annual license within the same calendar year.

The Fishermen's Fund receives 39 percent of the revenue collected for each crewmember fishing license sold up to a maximum value of \$50 (whole dollars). Based on license projections provided by the Alaska Department of Fish and Game, annual revenue to the Fishermen's Fund would increase by \$11.4 per year. The Department of Fish and Game projects an increase in revenue of 15 percent for the second half of FY15, which would increase FY15 Fishermen's Fund revenue by \$1.7.

*Adopted
3/27/14*

28-LS0520Y
Bullard
3/6/14

CS FOR HOUSE BILL NO. 143(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-EIGHTH LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): REPRESENTATIVES SEATON, Kreiss-Tomkins, Peggy Wilson, Kerttula

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to crewmember fishing licenses; and providing for an effective date."**

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

3 *** Section 1. AS 16.05.480(g) is amended to read:**

4 (g) A resident engaged in commercial fishing who is 11 years of age or older
5 and who does not hold an entry permit or an interim-use permit shall, except as
6 provided in (i) of this section, pay a fee of \$60 for an annual crewmember fishing
7 license. A resident engaged in commercial fishing who is less than 11 years of age and
8 who does not hold an entry permit or an interim-use permit shall pay an annual fee of
9 \$5.

10 *** Sec. 2. AS 16.05.480(h) is amended to read:**

11 (h) A nonresident engaged in commercial fishing who is 11 years of age or
12 older and who does not hold an entry permit or an interim-use permit shall, except as
13 provided in (i) of this section, pay a base fee of \$60 for an annual crewmember
14 fishing license, plus an amount, established by the department by regulation, that is as
15 close as is practicable to the maximum allowed by law. A nonresident engaged in

1 commercial fishing who is less than 11 years of age and who does not hold an entry
2 permit or an interim-use permit shall pay an annual base fee of \$5 plus an amount,
3 established by the department by regulation, that is as close as is practicable to the
4 maximum allowed by law.

5 * Sec. 3. AS 16.05.480(i) is amended to read:

6 (i) Notwithstanding (g) and (h) of this section, a resident or nonresident
7 engaged in commercial fishing who does not hold an entry permit or an interim-use
8 permit may obtain one [A] seven-day crewmember fishing license under this
9 subsection annually. A person who obtains a seven-day license is not eligible for
10 another seven-day license in the same license year; however, if a person who
11 obtains a seven-day license pays the full fee for an annual crewmember fishing
12 license under (g) or (h) of this section during the same license year, the person is
13 entitled to receive a refund of the fee for the seven-day license. The department
14 shall adopt regulations establishing a refund procedure. During the period for
15 which the seven-day license is valid, a person who holds a seven-day
16 [CREWMEMBER FISHING] license may not engage in fishing with a rod and reel
17 while present on a commercial fishing vessel. The fee for a seven-day
18 [CREWMEMBER FISHING] license is \$30.

19 * Sec. 4. This Act takes effect January 1, 2015.

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101


State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

MEMORANDUM

February 17, 2014

SUBJECT: Statutory penalties for violations of AS 16.05.480(i)
(CSHB 143(FIN) (Work Order No. 28-LS0520\O))

TO: Representative Bill Stoltze
Co-Chair House Finance Committee
Attn: Daniel George

FROM: Alpheus Bullard 
Legislative Counsel

In addition to requesting certain changes to CSHB 143(FSH) (enclosed), Daniel asked that I provide a memorandum detailing the existing statutory penalties for violations of AS 16.05.480(i).

A person who violates AS 16.05.480(i), or a regulation adopted under the statute, is guilty of a violation under AS 16.05.722 ("Strict liability commercial fishing penalties"). AS 16.05.722(a) provides:

- (a) A person who without any culpable mental state violates AS 16.05.440 - 16.05.690, or a regulation of the Board of Fisheries or the department governing commercial fishing, is guilty of a violation and upon conviction is punishable by a fine of not more than
- (1) \$3,000 for a first conviction;
 - (2) \$6,000 for a second conviction or for a subsequent conviction not described in (3) of this subsection; and
 - (3) \$9,000 for a third or subsequent conviction within a 10-year period.

A person who negligently violates AS 16.05.480(i) may also be found guilty of a class A misdemeanor under AS 16.05.723 ("Misdemeanor commercial fishing penalties").

A fisherman who employs a person who is not properly licensed under AS 16.05.480 is also subject to a range of statutory penalties. Under AS 16.05.680(a), it is unlawful for a fisherman or the fisherman's agent to employ, in the harvesting, transporting, or purchasing of fish, a person who is not licensed under AS 16.05.480 or the holder of a permit under AS 16.43. Accordingly, a fisherman who employs someone who is not the holder of a commercial fishing permit or a crewmember license is subject to (1) the possible suspension of the fisherman's commercial fishing license (AS 16.05.710),

Representative Bill Stoltze
February 17, 2014
Page 2

(2) fines and the forfeiture of fish and fishing gear (AS 16.05.722 and AS 15.05.723), and
(3) a class A misdemeanor charge (AS 16.05.723).

I hope the above is helpful. Please do not hesitate to contact me with any questions.

ALB:lnd
14-060.lnd

Enclosure

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: HB 143
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB143CS(FSH)-DOLWD-FF-01-29-14
Title: COMMERCIAL FISHING CREWMEMBER
LICENSES
Sponsor: SEATON
Requester: House Fisheries

Department: Department of Labor and Workforce Development
Appropriation: Workers' Compensation
Allocation: Fishermen's Fund
OMB Component Number: 343

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2015	Included in	Out-Year Cost Estimates						
	Appropriation Requested	Governor's FY2015 Request	FY 2015	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES									
Personal Services									
Travel									
Services									
Commodities									
Capital Outlay									
Grants & Benefits									
Miscellaneous									
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None									
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time									
Part-time									
Temporary									

Change in Revenues	8.2		54.0	54.0	54.0	54.0	54.0	54.0
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Estimated SUPPLEMENTAL (FY2014) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Updated for 2nd session to accurately reflect FY2015 and out year costs.

Prepared By: <u>Michael Monagle, Director</u>	Phone: <u>(907)465-6059</u>
Division: <u>Workers' Compensation</u>	Date: <u>01/29/2014 04:00 PM</u>
Approved By: <u>Dianne Blumer, Commissioner</u>	Date: <u>01/29/14</u>
Agency: <u>Office of the Commissioner</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB 143(FSH)

Analysis

The proposed legislation increases the fee for a nonresident seven-day crewmember fishing license from \$30 to \$93. The Department of Fish and Game estimates the adjusted fee at \$93 effective 01/01/2015.

The Fishermen's Fund receives 39 percent of the revenue collected for each crewmember fishing license sold. Based on license projections provided by the Alaska Department of Fish and Game, annual revenue to the Fishermen's Fund would increase by \$54.0 per year.

Fiscal Note

State of Alaska
2014 Legislative Session

Bill Version: HB 143
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB143CS(FSH)-DFG-DAS-01-21-14
Title: COMMERCIAL FISHING CREWMEMBER
LICENSES
Sponsor: SEATON
Requester: House Finance Committee

Department: Department of Fish and Game
Appropriation: Administration and Support
Allocation: Administrative Services
OMB Component Number: 479

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2015	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2015 Request	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
OPERATING EXPENDITURES	FY 2015	FY 2015					
Personal Services							
Travel							
Services	3.1		20.9	20.9	20.9	20.9	20.9
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	3.1	0.0	20.9	20.9	20.9	20.9	20.9

Fund Source (Operating Only)

1005 GF/Prgm	3.1		20.9	20.9	20.9	20.9	20.9
Total	3.1	0.0	20.9	20.9	20.9	20.9	20.9

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues	20.9	139.1	139.1	139.1	139.1	139.1	139.1
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Estimated SUPPLEMENTAL (FY2014) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2015) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Updated for the 2014 legislative session.

Prepared By: <u>Sunny Haight, Director</u>	Phone: <u>(907)465-5999</u>
Division: <u>Administrative Services</u>	Date: <u>12/31/2013 12:00 AM</u>
Approved By: <u>Kevin Brooks, Deputy Commissioner</u>	Date: <u>12/31/13</u>
Agency: <u>Commissioner's Office</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB143 (FSH)

Analysis

This analysis is based on actual 2012 commercial crewmember license sales. In 2012, a total of 24,090 crewmember licenses were sold. 443 were resident 7-day crew licenses and 2,317 were non resident 7-day crew licenses.

HB 143 would increase the 7-day commercial crew license for non-residents from \$30 to \$93 starting in January 2015. The \$93 fee is calculated as: \$30 resident fee base + \$63 (1/3 of the Carlson Differential of \$190). This differential is reviewed by OMB every three years and updated as necessary. On January 1, 2014 the differential increases from \$140 to \$190, resulting in an annual non-resident license cost of \$250 - \$60 resident fee base + \$190 differential.

Based on the \$93 license fee and using our 2012 actual sales, we assume that 2015 non-resident fisherman will purchase one to two 7-day licenses (price break of 2 licenses at \$186 vs \$250 annual license fee), and no longer purchase three or more licenses. The 270 fisherman that purchased three or more 7-day licenses in 2012 would now purchase an annual license. This will increase the number of annual NR licenses to 10,428 (10,158 +270) and will reduce the number of 7-day licenses sold to a total of 1517 licenses (973 nonresidents purchased 1 license and 272 purchased 2 licenses (272x2=544 +973 =1517).

There would be no fee change to the resident 7-day license fee, thus no change in purchasing behavior is predicted.

Per statute AS 23.35.060 2(d), the Fishermen's Fund receives 39% of the value of each commercial crew license sold up to a maximum value of \$50. The additional \$139,071 annual revenue in commercial crew license sales would potentially contribute up to \$54,000 additional revenue for the Fishermen's Fund. Contractual expenditures reflect vendor compensation calculated at 15% of gross sales.

With an effective date of January 1, 2015, we assume an increase of 15% of revenue and related expenditures for the second half of FY2015. This percentage is based on the 2012 purchasing behavior of our commercial crew members, who bought a 7-day crew member license throughout a fishing season.

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. CSHB143 (FSH)

Analysis Continued

2012 Actual Sales Volume With Anticipated Fees for FY 2015 Using the Latest Carlson Case Differential

Annual Resident Crewmember	10,777	\$60	\$646,620
Annual NR Crewmember	10,158	\$250	\$2,539,500
Resident Child Crewmember	378	\$5	\$1,890
NR Child Crewmember	17	\$195	\$3,315
Resident 7-day Crewmember	443	\$30	\$13,290
NR 7-day Crewmember	2,317	\$30	\$69,510
Total	24,090		\$3,274,125

HB 143 - 2015 Projected Sales with \$63 Increase to 7-day Crew License (1/3 Carlson Differential)-Reflects Predicted Change in Purchase Behavior

Annual Resident Crewmember	10,777	\$60	\$646,620
Annual NR Crewmember	10,428	\$250	\$2,607,000
Resident Child Crewmember	378	\$5	\$1,890
NR Child Crewmember	17	\$195	\$3,315
Resident 7-day Crewmember	443	\$30	\$13,290
NR 7-day Crewmember	1,517	\$93	\$141,081
Total	23,560		\$3,413,196

Difference/Profit

Annual NonResident Crewmember	\$67,500
NonResident 7-day Crewmember	\$71,571
Total	\$139,071

PO BOX 115225
JUNEAU, AK 99811-5225
(907) 465-2376

STATE OF ALASKA
DEPARTMENT OF FISH AND GAME
LICENSING SECTION

BB		ALASKA COMMERCIAL FISHING CREWMEMBER LICENSE						EXPIRES DECEMBER 31, 2014	
RESIDENT 30 \$80.00	NONRESIDENT 31 ANNUAL \$250.00	RESIDENT CHILD (10 or less years old) 34 \$5.00	NONRESIDENT CHILD (10 or less years old) 35 ANNUAL \$195.00	RESIDENT 7-Day 36 \$30.00	NONRESIDENT 7-Day 37 \$30.00	DUPLICATE 32 \$5.00	AFFIDAVIT ON BACK OF THE DEPARTMENT COPY MUST BE COMPLETED PRIOR TO ISSUANCE OF A DUPLICATE LICENSE.		
APPLICANT'S NAME (FIRST, MIDDLE INITIAL, LAST)				PLEASE PRINT CLEARLY				TELEPHONE NUMBER	
PERMANENT MAILING ADDRESS						PHYSICAL ADDRESS			
CITY		STATE		ZIP CODE		COUNTRY		E-MAIL ADDRESS	
SEX FM	US CITIZEN YN	BIRTHDATE(MM.DD.YYYY)			<input type="checkbox"/> NO, I AM NOT A UNITED STATES CITIZEN.				
WEIGHT (LBS)	EYE COLOR	HAIR COLOR	HEARING	DRIVER'S LICENSE / STATE ID NUMBER		<input type="checkbox"/> ALASKA RESIDENCY. Actual number of years and months as a resident is required, years months			
<p>ALASKA RESIDENT AS 16.05.415 AND AS 16.05.940: "resident" means a person (including an alien) who is physically present in Alaska with the intent to remain indefinitely and make a home here, has maintained that person's domicile in Alaska for the 12 consecutive months immediately preceding this application for a license, and is not claiming residency or obtaining benefits under a claim of residency in another state, territory, or country; a member of the military service of the U.S. Coast Guard who has been stationed in Alaska for the 12 consecutive months immediately preceding the application for a license, or a dependent of a resident member of the military service or U.S. Coast Guard who has lived in Alaska for the 12 consecutive months immediately preceding the application for a license. A person who establishes residency as defined above remains a resident may not qualify by virtue of an interest in an Alaska business. A person who does not otherwise qualify as a resident may not from the state unless during the absence the person (1) establishes or maintains residency in another state, territory or country; or (2) performs an act compliance with a child support order, and are on Child Support Services Division's (CSSD) outstanding report, your license is null and void at the time of purchase. You will be subject to criminal sanctions for participation in any commercial crewmember activities. I have personally reviewed the information on the license and I HEREBY CERTIFY THAT ALL OF THE INFORMATION IS TRUE AND CORRECT AND THAT I UNDERSTAND THIS INFORMATION EXCEPT AS IS SUBJECT TO PUBLIC DISCLOSURE. (NOTE: Making a false statement, or omitting a material fact, is subject to a maximum penalty of \$10,000 or 1 year imprisonment, or both, per AS 11.56.210 and AS 16.05.665.)</p>									
X SIGNATURE OF LICENSEE				VENDOR NUMBER		THIS APPLICATION IS EFFECTIVE AS A LICENSE UPON THE SIGNATURE OF THE DULY AUTHORIZED FISH AND GAME VENDOR			
CLASS ISSUED	DATE ISSUED	TIME ISSUED	CLASSES 36 and 37 ONLY. This license is valid for the 7 day period:						
MM DD YYYY		AM PM	BEGINNING DATE	MONTH DAY 2014		AM PM	ENDING DATE	MONTH DAY 2014	

LICENSEE COPY
PRESS DOWN FOR CLEAR COPIES
11-182(5/13)

BODY SIGNALS

	ARM RAISED, PALMS FORWARD		ARM RAISED, PALMS BACK
	ARM RAISED, PALMS DOWN		ARM RAISED, PALMS UP
	ARM RAISED, PALMS LEFT		ARM RAISED, PALMS RIGHT
	ARM RAISED, PALMS FORWARD, FINGERS SPREAD		ARM RAISED, PALMS BACK, FINGERS SPREAD
	ARM RAISED, PALMS DOWN, FINGERS SPREAD		ARM RAISED, PALMS UP, FINGERS SPREAD
	ARM RAISED, PALMS LEFT, FINGERS SPREAD		ARM RAISED, PALMS RIGHT, FINGERS SPREAD

GROUND TO AIR SIGNALS

	V		X		Z		Y		I
MESSAGE	NO OR GATIVE	EXCLUDED MEMBER ASSISTANT	NO OR GATIVE	YES OR APPROVATIVE	PROCESSED IN THIS direction				

Social Security Number Advisory: You are required to provide your U.S. social security number when applying for a Commercial Crewmember License. Even if you are not a U.S. citizen you will be denied a license if you do not give your social security number.

This information is used by the Child Support Services Division, Dept of Fish and Game, Dept of Public Safety, and Dept of Labor (Fishermen's Fund).
http://licenses.adfg.alaska.gov
adfg.license@alaska.gov (907) 465-2376

Holders of a commercial fishing crewmember license could be eligible for Fishermen's Fund medical benefits if you are injured or become ill due to commercial fishing activities in Alaska. For information and forms: Fishermen's Fund, PO Box 111149, Juneau, AK 99811-1149, phone: (888) 520-2766; in Juneau (907) 465-2766; fax (907) 465-5345 or e-mail: fishfund@alaska.gov.

Persons who are exempt from obtaining a crew member license include the permit holder, processing workers on floating fish processing vessels who do not operate fishing gear or engage in activities related to navigation or operation of the vessel, and guests or visitors who do not directly or indirectly participate in the taking or transporting of fish. An entry or interim-use permit from any fishery can be used as a crewmember license.

TAKE AIM ON VIOLATIONS
1-800-478-3977

ALASKA FISH & WILDLIFE SAFEGUARD

... to the Juneau Fishery Committee




THE STATE
of ALASKA
GOVERNOR SEAN PARNELL

Commercial Fisheries Entry Commission

8800 Glacier Highway, Suite 109
PO Box 110302
Juneau, Alaska 99811-0302
Main: 907.789.6160
Licensing: 907.789.6150
Fax: 907.789.6170

To: Velma Thomas, Program Coordinator
Department of Labor, Fishermen's Fund

Date: January 9, 2014

From: Bruce Twomley, Chairman 
Commercial Fisheries Entry Commission

Subject: Fishermen's Fund Transfer

Fishermen's Fund transfer for fishermen who paid permit fees through December 31, 2013.

	Residents	Non Residents	Total
2013 Fishermen	751	163	914
2014 Fishermen	2,608	1,049	3,657
Total Fishermen	3,359	1,212	4,571
Per Person/per license year contribution to Fishermen's Fund	X \$ 23.40	X \$ 50.00	
Current Transfer to Fishermen's Fund	\$78,600.60	\$60,600.00	<u>\$139,200.60</u>

cc: Yvonne Fink, CFEC Licensing Project Leader
Shirley Penrose, CFEC Operations Manager
CFEC Commissioners
Sunny Haight, Admin. Services Director, ADF&G
Carol Petrabor, Admin. Services Deputy Director, ADF&G

ONLINE AUDIT TRAIL

ACTIVITY FOR 06/14/2012 THRU 01/08/2014

PAGE: 1

PROCESSED	SY	CC	PGM	LC	ACCT	FY	LINE	AMOUNT	TRANS
01/08/2014	2014	11401004	41755	11401004	51132	2014		139,200.60	430-11
01/08/2014	2014	11100010	00000	00000000	51132	2014		139,200.60-	430-11

Alaska State Legislature

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Juneau, Alaska 99801-1182
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REPRESENTATIVE PAUL SEATON HOUSE DISTRICT 30

Memorandum

From: Representative Paul Seaton
To: House Finance Committee Co-Chair, Representative Bill Stoltze
House Finance Committee Co-Chair, Representative Alan Austerman
Date: 1/27/2014
RE: Clarification on intent of House Fisheries Committee in passing HB 143

When the House Fisheries Committee passed HB 143, the intent of the committee was to establish the fee for short-term commercial fishing licenses for Alaskan residents at \$30 and to apply the Carlson V. State differential to non-resident short term commercial fishing licenses in addition to the base rate of \$30.

The reason that the committee did not determine it necessary to raise the rate on the resident short-term license is that the purchase of multiple short-term licenses by Alaska residents is occurring at a minimal rate: There were 24 multiple license purchases by Alaska residents in 2012, while non-residents made 1,015 multiple short-term license purchases.

The House Fisheries CS inadvertently combined resident and non-resident short-term license rates so that the Carlson differential applies to both. Should the House Finance Committee wish to maintain the \$30 fee for Alaska residents, I have attached an amendment for consideration which was drafted by Legal after the bill was passed from committee and clearly separates resident and non-resident fees as was the House Fisheries Committee's intention.

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REPRESENTATIVE Paul Seaton

District 30

Sponsor Statement

CSHB 143 (FISH)

HB 143 increases the cost for a 7-day non-resident commercial crew license by applying $1/3^{\text{rd}}$ of the current differential between resident and non-resident annual licenses to the short-term license. This differential, established by the Carlson v. State lawsuit allows the state to charge non-residents a limited amount more than residents for commercial fishing licenses. The Carlson equation factors in the cost of the total state fish budget, Alaska infrastructure and state population in determining the appropriate increased cost for an annual non-resident license.

This increase in license cost addresses the growing problem of multiple consecutive short-term license purchases. The 7-day license was created by the Legislature as a way for tourists to experience commercial fishing in Alaska. These short-term crew licenses (also known as dude licenses) have been successful in their original intent, but there is concern that fishing crew members who would otherwise purchase an annual license are instead purchasing numerous consecutive short-term licenses.

As a trend, this decreases license receipt revenue to the state and impacts the Fishermen's Fund (a fund administered by the Department of Labor and Workforce Development to assist with the medical costs of accidents incurred during commercial fishing operations). As a group, those purchasing short-term licenses may be less experienced on a commercial vessel, and thus more likely to get injured, placing a burden on the Fishermen's Fund without helping to adequately pay for the program.

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REPRESENTATIVE PAUL SEATON HOUSE DISTRICT 30

Explanation of Changes HB 143 to CSHB 143(FSH)

- **Non Resident Short Term Fee change**

Current statute establishes the short-term non-resident commercial crew license fee at \$30. The original version of HB 143 established the fee for non-resident short-term commercial crew licenses at \$60. Because the differential between a resident and non-resident annual commercial crew license is subject to variation and changes every three years following review by the Office of Management and Budget and the Commercial Fisheries Entry Commission, The House Fisheries Committee modified the bill to establish the short term fee at 30\$ plus 1/3 of the difference between a resident and non-resident annual license fee.

- **Effective Date Established**

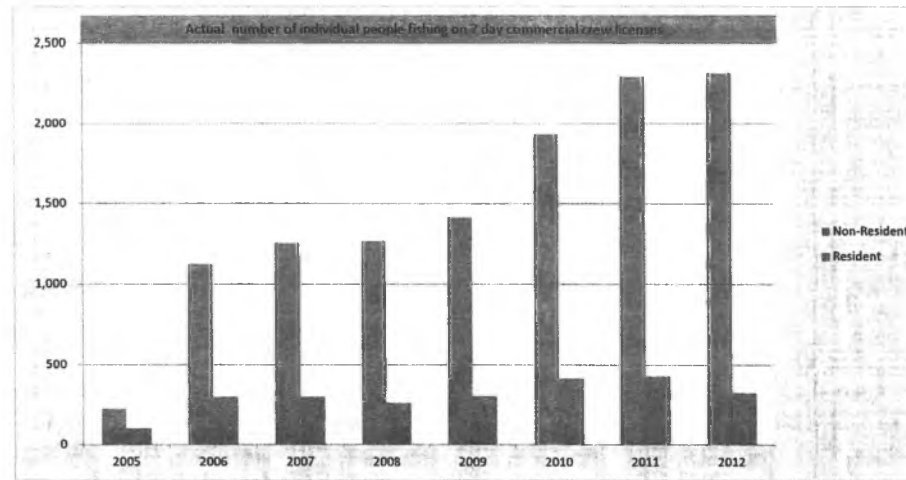
ADF&G is in the process of sending out commercial crew license books to vendors for the 2013 season. The department requested that the effective date be established at the beginning of the next calendar year to allow for license books to be printed reflecting the change in the fee structure.

**STATE OF ALASKA DEPARTMENT OF FISH & GAME
7 DAY COMMERCIAL CREWMEMBER LICENSES REPORTED SOLD**

Division of Administrative Services, License Accounting
Prepared February 2013

NON-RESIDENT	2005	2006	2007	2008	2009	2010	2011	2012
Buys one license	177	588	687	749	712	848	991	973
Buys more than one license	47	541	568	517	704	1,085	1,305	1,344
NR individuals fishing	224	1,129	1,255	1,266	1,416	1,933	2,296	2,317

RESIDENT	2005	2006	2007	2008	2009	2010	2011	2012
Buys one license	98	296	290	247	294	399	417	307
Buys more than one license	2	7	13	15	10	17	14	17
Res individuals fishing	100	303	303	262	304	416	431	324



License Revenue Activity

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
	PERMITS & LICENSES SOLD										
Resident	9,777	9,497	9,577	9,620	9,335	9,930	9,732	9,393	10,207	12,201	12,662
Non-Resident	9,155	8,649	8,077	7,499	7,192	8,164	7,726	7,061	9,111	9,884	10,217
Duplicate	655	676	589	562	525	670	632	571	727	844	96
Child	350	351	346	398	370	296	331	349	381	413	822
Non-Res Child	39	25	25	55	35	26	29	48	5	0	394
7-Day Res Crewmember License	334	283	351	375	202	1	0	0	0	0	0
7-Day Non-Res Crewmember License	1,466	1,267	1,305	1,201	310	0	0	0	0	0	0
Total Licenses	21,776	20,748	20,270	19,710	17,969	19,087	18,450	17,422	20,431	23,342	24,191
Resident CFEC Permit	8,898	8,622	9,090	9,170	9,140	9,802	9,952	9,892	9,257	9,884	10,294
Nonresident CFEC Permit	3,290	3,333	3,358	3,374	3,627	3,184	3,486	3,486	3,316	3,584	3,655
Resident CFEC Permit - Reduced	0	0	0	0	0	0	0	0	354	438	561
Nonresident CFEC Permit - Reduced	0	0	0	0	0	0	0	0	13	28	35
Total Permits	12,188	11,955	12,448	12,544	12,767	12,986	13,438	13,378	12,940	13,934	14,545
Grand Total	33,964	32,703	32,718	32,254	30,736	32,073	31,888	30,800	33,371	37,276	38,736
	CONTRIBUTIONS DUE FISHERMEN'S FUND										
Resident	\$ 228,781.80	\$ 222,229.80	\$ 224,101.80	\$ 225,108.00	\$ 218,439.00	\$ 232,362.00	\$ 227,728.80	\$ 219,796.20	\$ 238,843.80	\$ 285,503.40	\$ 296,290.80
Non-Resident	\$ 457,750.00	\$ 432,450.00	\$ 403,850.00	\$ 374,950.00	\$ 359,600.00	\$ 408,200.00	\$ 386,300.00	\$ 353,050.00	\$ 455,550.00	\$ 494,200.00	\$ 510,850.00
Duplicate	\$ 1,277.25	\$ 1,318.20	\$ 1,148.55	\$ 1,095.90	\$ 1,023.75	\$ 1,306.50	\$ 1,232.40	\$ 1,113.45	\$ 1,417.65	\$ 1,645.80	\$ 187.20
Child	\$ 682.50	\$ 684.45	\$ 674.70	\$ 776.10	\$ 721.50	\$ 577.20	\$ 645.45	\$ 680.55	\$ 742.95	\$ 805.35	\$ 1,602.90
Non-Res Child	\$ 1,901.25	\$ 1,218.75	\$ 1,218.75	\$ 2,681.25	\$ 1,706.25	\$ 1,267.50	\$ 1,413.75	\$ 2,340.00	\$ 243.75	\$ -	\$ 19,207.50
7-Day Res Crewmember License	\$ 3,907.80	\$ 3,311.10	\$ 4,106.70	\$ 4,387.50	\$ 2,363.40	\$ 11.70	\$ -	\$ -	\$ -	\$ -	\$ -
7-Day Non-Res Crewmember License	\$ 17,152.20	\$ 14,823.90	\$ 15,268.50	\$ 14,051.70	\$ 3,627.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Licenses	\$ 711,452.80	\$ 676,036.20	\$ 650,369.00	\$ 623,050.45	\$ 587,480.90	\$ 643,713.20	\$ 617,320.40	\$ 576,980.20	\$ 696,798.15	\$ 782,154.55	\$ 828,138.40
Resident CFEC Permit	\$ 208,213.20	\$ 201,754.80	\$ 212,706.00	\$ 214,578.00	\$ 213,876.00	\$ 229,366.80	\$ 232,876.80	\$ 231,472.80	\$ 216,613.80	\$ 231,285.60	\$ 185,292.00
Nonresident CFEC Permit	\$ 164,500.00	\$ 166,650.00	\$ 167,900.00	\$ 168,700.00	\$ 181,350.00	\$ 159,200.00	\$ 174,300.00	\$ 174,300.00	\$ 161,655.00	\$ 174,720.00	\$ 197,370.00
Resident CFEC Permit - Reduced	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,310.00	\$ 6,570.00	\$ 8,415.00
Nonresident CFEC Permit - Reduced	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 585.00	\$ 1,260.00	\$ 1,575.00
Total Permits	\$ 372,713.20	\$ 368,404.80	\$ 380,606.00	\$ 383,278.00	\$ 395,226.00	\$ 388,566.80	\$ 407,176.80	\$ 405,772.80	\$ 384,163.80	\$ 413,835.60	\$ 392,652.00
Grand Total	\$ 1,084,166.00	\$ 1,044,441.00	\$ 1,030,975.00	\$ 1,006,328.45	\$ 982,706.90	\$ 1,032,280.00	\$ 1,024,497.20	\$ 982,753.00	\$ 1,080,961.95	\$ 1,195,990.15	\$ 1,220,790.40

**Fish and Game
Commercial Crew 7 day license**

\$200 NonRes annual
\$30 NonRes 7day

	2005	Lost in 2005	2006	Lost in 2006	2007	Lost in 2007	2008	Lost in 2008	2009	Lost in 2009	2010	Lost in 2010	2011	Lost in 2011	2012NR	Lost in 2012NR	2012R
Purchased 2 Licenses	22	\$ 3,080	117	\$ 16,380	140	\$ 19,600	149	\$ 20,860	187	\$ 26,180	179	\$ 25,060	246	\$ 34,440	272	\$ 38,080	20
Purchased 3 Licenses	4	\$ 440	69	\$ 7,590	52	\$ 5,720	70	\$ 7,700	70	\$ 7,700	24	\$ 2,640	112	\$ 12,320	134	\$ 14,740	2
Purchased 4 Licenses	1	\$ 80	51	\$ 4,080	41	\$ 3,280	37	\$ 2,960	40	\$ 3,200	75	\$ 6,000	101	\$ 8,080	86	\$ 6,880	0
Purchased 5 Licenses	0	\$ -	11	\$ 550	15	\$ 750	3	\$ 150	9	\$ 450	42	\$ 2,100	40	\$ 2,000	33	\$ 1,650	0
Purchased 6 Licenses	0	\$ -	0	\$ -	1	\$ 20	1	\$ 20	2	\$ 40	10	\$ 200	10	\$ 200	17	\$ 340	0

Total	27	\$ 3,600	248	\$ 28,600	249	\$ 29,370	260	\$ 31,690	308	\$ 37,570	330	\$ 36,000	509	\$ 57,040	542	\$ 61,690	22
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	2005	Lost in 2005	2006	Lost in 2006	2007	Lost in 2007	2008	Lost in 2008	2009	Lost in 2009	2010	Lost in 2010	2011	Lost in 2011	2012NR	Lost in 2012NR	2012R
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Total Revenue lost over 8 years \$ 285,560

