

CITY OF DILLINGHAM, ALASKA

RESOLUTION NO. 2017-01 (AM)

**A RESOLUTION OF THE DILLINGHAM CITY COUNCIL ADOPTING AN ALTERNATIVE ALLOCATION METHOD FOR THE FY 17 SHARED FISHERIES BUSINESS TAX PROGRAM AND CERTIFYING THAT THIS ALLOCATION FAIRLY REPRESENTS THE DISTRIBUTION OF SIGNIFICANT EFFECTS OF FISHERIES BUSINESS ACTIVITY IN THE BRISTOL BAY FISHERIES MANAGEMENT AREA (FMA 5)**

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WHEREAS, AS 29.60.450 requires that for a municipality to participate in the FY 17 Shared Fisheries Business Tax Program, the municipality must demonstrate to the Alaska Department of Commerce, Community, and Economic Development that the municipality suffered significant effects during calendar year 2015 from fisheries business activities; and

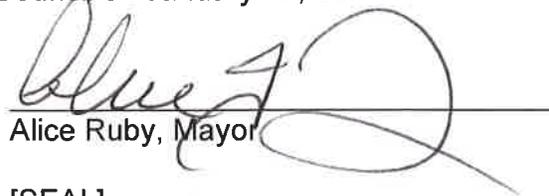
WHEREAS, 3 AAC 134.060 provides for the allocation of available program funding to eligible municipalities located within fisheries management areas specified by the Department of Commerce, Community, and Economic Development; and

WHEREAS, 3 AAC 134.070 provides for the use, at the discretion of the Department of Commerce, Community, and Economic Development, of alternative allocation methods which may be used within fisheries management areas if all eligible municipalities within the area agree to use the method, and the method incorporates some measure of the relative significant effect of fisheries business activity on the respective municipalities in the area; and

WHEREAS, THE Dillingham City Council proposes to use an alternative allocation method for allocation of FY 17 funding available within the FMA 5: Bristol Bay Fisheries Management Area in agreement with all other municipalities in this area participating in the FY 17 Shared Fisheries Business Tax Program;

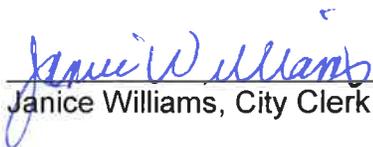
NOW, THEREFORE, BE IT RESOLVED that the Dillingham City Council by this resolution certifies that the alternative allocation method fairly represents the distribution of significant effects during 2015 of fisheries business activity in the Bristol Bay Fisheries Management Area (FMA5).

PASSED and ADOPTED by the Dillingham City Council on January 19, 2017.

  
Alice Ruby, Mayor

ATTEST:

[SEAL]

  
Janice Williams, City Clerk

**City of Dillingham Information Memorandum**

Agenda of: January 12<sup>19</sup>, 2017

Attachment to:

Ordinance No. \_\_\_\_\_ / Resolution No. 2017-01

**Subject:**

A resolution of the Dillingham City Council adopting an Alternative Allocation Method for FY17 Shared Fisheries Business Tax Program and certifying that this allocation fairly represents the distribution of significant effects of fisheries business activity in FMA:5 Bristol Bay

City Manager: Recommend Approval

Signature: Rose Doera

Fiscal Note:  Yes  No

Funds Available:  Yes  No

**Other Attachments:**

- spreadsheet - FY17 Shared Fisheries Business Tax Program

**Summary Statement:**

This is a routine annual resolution.

The Department's Shared Fisheries Business Tax Program was created in 1990 to help municipalities impacted by the effects of the rapidly expanding offshore fish processing industry. A previously existing fish tax sharing program (commonly referred to as the Raw Fish Tax Program), administered by the Department of Revenue, shares back to municipalities half of the state fisheries business tax collected from fish processors operating inside municipal boundaries. The Department's program extends tax sharing to include a sharing of fish taxes collected outside of municipal boundaries, primarily from floating processors. Applications are scheduled to be mailed to each eligible applicant by November 15 of each year and must be returned by February 15. Shared Fisheries Business Tax payments are issued in March of each fiscal year.

Under provisions of the Shared Fisheries Business Tax Program, the tax is levied against fishery resources processed or landed two years before. Dillingham falls under the Bristol Bay Area FMA 5, which calculates the funding under the Alternative Allocation Method in which all municipalities share equally 40% of the calculated allocation and the remaining 60% is shared on a per capital basis.

Shared Fisheries Business Tax allocation for FY17	\$amount not known at this time
Shared Fisheries Business Tax allocation for FY15	\$26,877
Shared Fisheries Business Tax allocation for FY16	\$18,268

Attachment to:  
Ordinance No. \_\_\_\_\_ / Resolution No. 2017-01

Summary Statement continued:

Route to	Department Head	Date
X	Finance Director	
X	City Clerk	