

## Department of Commerce, Community, and Economic Development

DIVISION OF COMMUNITY AND REGIONAL AFFAIRS

P.O. Box 110809 Juneau, AK 99811-0809 Phone: 907.465.5541 Fax: 907.465.5867

January 30, 2017

Dear Municipal Official,

Attached please find the 2017 Shared Fisheries Business Tax Program application. I am sorry for the delay in getting this distributed to you. There have been many changes in DCRA over the past year, and so along with the changes come learning challenges. Having said that, next year should be smooth sailing!

The purpose of the *Shared Fisheries Business Tax Program (SFBT)* is to provide for a sharing of state fish tax collected outside municipal boundaries with municipalities that have been affected by fishing industry activities. Municipalities around the state will share approximately \$2.60 million based on 2015 fisheries activity as reported by fish processors on their fish tax returns.

The law that created this program requires that program funding be first allocated to fisheries management areas around the state based on the level of fish processing in each area compared to the total fish processing for the whole state. Then the funding is further allocated among the municipalities located within each fisheries management area based on the relative level of impacts experienced by each municipality. Details of how the program works are presented in the application under *Program Description*.

Your municipality is located in the Central Southeast Fisheries Management Area (FMA 18). The municipalities located in this area include Coffman Cove, Edna Bay, Kake, Kupernof, Pelican, Petersburg Borough, Port Alexander, Sitka, and Wrangell. The FY 17 program allocation to be shared within this area is estimated to be \$93,119.28.

The fisheries management areas where the program allocation is greater than \$4,000 multiplied by the number of municipalities in the area, program regulations provide for a "long-form" application. In your area, the threshold value equals \$36,000, (9 municipalities x \$4,000) and you are therefore receiving the attached Long-Form Application. The long-form application provides for a "standard" and an "alternative" method of funding allocation. We encourage your municipality to complete the FY 17 SFBT application as soon as possible. Due to the delay in sending these applications out, the **deadline to return them has been extended to March 17, 2017**.

If you have any questions about the program or require assistance in completing the application, please call me at 465-5541.

Sincerely,

Debi Kruse

Community Aid and Accountability Manager

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| Alternative Method*   |                  | Burinoce Tay         |                                    | 7                    |             |                  |                            |
|---|------------------|----------------------|------------------------------------|----------------------|-------------|------------------|----------------------------|
| Alrernative Method*   |                  | DUSINESS LAX         |                                    |                      |             | Landing Tax      | Y L                        |
|   |                  | Total allocation:    | 50% Divided                        | 50% per capita       |             | Total allocation |                            |
|   |                  | \$91,111.72          | \$45,555.86                        | \$45,555.86          |             | \$2,007,56       | TOTAL                      |
|   |                  |                      |                                    |                      | Calculated  | 22.22.           | Frimated                   |
| Community   |                  | Population           | 50% divided share                  | 50% per capita share | Allocation  |                  | ראוווומובת                 |
| Coffman Cove  |                  | 199                  | \$5,061.76                         | \$580.47             | \$5 642 10  | 4236 22          | rayment                    |
| Edna Bay  |                  | 47                   | \$5,061.76                         | 710017               | 42,044.10   | \$174.37         | \$5,766.50                 |
| 1000  |                  | 7.4                  | מידמתיכה                           | \$137.08             | \$5,198.85  | \$114.55         | \$5,313.40                 |
| Nake  |                  | 920                  | \$5,061.76                         | \$1,808.35           | \$6.870.11  | \$151 3R         | \$7.021.40                 |
| Kupreanof   |                  | 20                   | \$5,061.76                         | \$58.33              | \$5 120 10  | ¢111 01          | 47,704,45                  |
| Pelican   |                  | 101                  | ¢E 061 76                          |                      | 100mm       | 3717.87          | T6.757,5¢                  |
| 00  |                  | 101                  | D/TON'CC                           | \$234.59             | 55,356.35   | \$118.02         | \$5.474.37                 |
| 7B  |                  | 3,199                | \$5,061.76                         | \$9,330.51           | \$14.392.27 | \$217.13         | \$14 700 20                |
| Port Alexander  |                  | 62                   | \$5.061.76                         | \$180.84             | ¢E 242 CD   | 77.77            | 5-4,703.33                 |
| Cac   |                  | 0000                 | 3 3 3 4 4                          | +0.00±4              | 33,242.5U   | \$115.52         | \$5,358.11                 |
| 200   |                  | 8,929                | \$5,061.76                         | \$26,043.17          | \$31,104.93 | \$685.37         | \$31.790.30                |
| CBW   |                  | 2,442                | \$5,061.76                         | \$7,122.57           | \$12,184.33 | \$768.47         | \$12.452.80                |
|   | Totals           | 15,619               | \$45,555.86                        | \$45,555.86          | \$91,111,72 | 22 700 5         | \$12,135.00<br>\$10,140.00 |
| ප   | Community Count  | . 6                  |                                    |                      | 7 /         | 72,007.30        | 522,113.28                 |
|   |                  |                      |                                    |                      |             |                  |                            |
| * All minicipalities = +-                                     |                  |                      |                                    |                      |             |                  |                            |
| All municipalities share 50% of allocation equally; share ren | 50% Of allocatio | n equally; share rem | naining 50% on a per capita basis. | ta basis.            |             |                  |                            |
|   |                  |                      |                                    |                      |             |                  |                            |