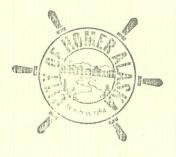
1 CITY OF HOMER 2 HOMER, ALASKA 3 City Manager/ 4 Port Director 5 **RESOLUTION 24-010** 6 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA, 7 8 ADOPTING AN ALTERNATIVE ALLOCATION METHOD FOR THE FY24 9 SHARED FISHERIES BUSINESS TAX PROGRAM AND CERTIFYING THAT THIS ALLOCATION METHOD FAIRLY REPRESENTS THE 10 11 DISTRIBUTION OF SIGNIFICANT EFFECTS OF FISHERIES 12 BUSINESS ACTIVITY IN FMA 14: COOK INLET AREA 13 14 WHEREAS, AS 29.60.450 requires that for a municipality to participate in the FY24 15 Shared Fisheries Business Tax Program, the municipality must demonstrate to the Department of Commerce, Community, and Economic Development (DCCED) that the municipality 16 17 suffered significant effects during calendar year 2022 from fisheries business activities; and 18 19 WHEREAS, 3 AAC 134.060 provides for the allocation of available program funding to 20 eligible municipalities located within fisheries management areas specified by the DCCED; and 21 22 WHEREAS, 3 AAC 134.070 provides for the use, at the discretion of the DCCED, of alternative methods which may be used within fisheries management areas if all eligible 23 24 municipalities within the area agree to use the method, and the method incorporates some 25 measure of the relative significant effect of fisheries business activity on the respective 26 municipalities in the area; and 27 28 WHEREAS, The Homer City Council proposes to use an alternative allocation method 29 for allocation of FY24 funding available within the FMA 14: COOK INLET AREA in agreement 30 with all municipalities in this area participating in the FY24 Shared Fisheries Business Tax 31 Program. 32 33 NOW THEREFORE BE IT RESOLVED THAT, The City Council of Homer, Alaska, by this resolution certifies that the following alternative allocation method fairly represents the 34 35 distribution of significant effects during 2022 of fisheries business activity in FMA 14: COOK 36 INLET AREA: 37 • All municipalities share equally 50% of allocation; all municipalities share 38 remaining 50% on a per capita basis. 39 40 PASSED AND ADOPTED by the Homer City Council this 8th day of January, 2024.

41 42 Page 2 of 2 RESOLUTION 24-010 CITY OF HOMER

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MELISSA JACOBSEN, MMC, CITY CLERK

CITY OF HOMER

KEN CASTNER, MAYOR





Resolution 24-010, A Resolution of the City Council of Homer, Alaska, Adopting An Alternative Allocation Method for the FY24 Shared Fisheries Business Tax Program and Certifying that this Allocation Method Fairly Represents the Distribution of Significant Effects of Fisheries Business Activity In FMA 14: Cook Inlet Area. City Manager/Port Director.

Item Type:

Backup Memorandum

Prepared For:

Mayor and City Council

Date:

January 3, 2023

From:

Bryan Hawkins, Port Director

Through:

Rob Dumouchel, City Manager

The City of Homer receives revenue from the State of Alaska for fish tax collected by the State in two different ways. The Department of Revenue distributes "Raw Fish Tax" from licensed seafood processors, floating processors and seafood exporters to eligible municipalities. These funds, when received by the City of Homer, are allocated to Fish Dock Revenues.

The second way the City of Homer receives fish tax revenue is through the Alaska Department of Commerce, Community, and Economic Development (ADCCED). ADCCED receives 50% of the undistributed Raw Fish Tax from the Department of Revenue to distribute through a program known as the Shared Fisheries Business Tax Program. The purpose of this program is to provide for a sharing of state fish tax collected outside municipal boundaries with municipalities that have been affected by fishing industry activities. For the Cook Inlet Fisheries Management Area, of which the City of Homer is a part, there are ten communities that will receive a shared portion of that collected shared fish tax. The ten communities are the Municipality of Anchorage, Homer, Kachemak, Kenai, Kenai Peninsula Borough, Seldovia, Seward, Soldotna, Houston, and Palmer.

A Resolution from the Homer City Council is required annually to receive these funds. If any of the communities listed above do not apply by the deadline in March of 2023, then the funds will be reallocated to communities that did apply.

Recommendation:

Approval and adoption of Resolution 24-010