

**NORTHWEST ARCTIC BOROUGH ASSEMBLY
RESOLUTION 19-05**

A RESOLUTION OF THE NORTHWEST ARCTIC BOROUGH ASSEMBLY CERTIFYING THAT THE MUNICIPALITY DID SUFFER SIGNIFICANT EFFECTS DURING THE PROGRAM BASE YEAR FROM FISHERIES BUSINESS ACTIVITIES THAT OCCURRED WITHIN THE KOTZEBUE-NORTHERN FISHERIES MANAGEMENT AREA 12.

WHEREAS: AS 29.60.450 requires that for a municipality to participate in the FY19 Shared Fisheries Business Tax Program, the municipality must demonstrate to the Department of Commerce, Community, and Economic Development that the municipality suffered significant effects during calendar year 2017 from fisheries business activities; and

WHEREAS: 3 AAC 134.060 provides that if the allocation available for a fisheries management area is less than the long-form threshold value, a municipality may demonstrate that it suffered significant effects during the program base year from fisheries business activities that occurred within that fisheries management area through a resolution of the municipality's governing body; and

WHEREAS: The Northwest Arctic Borough is located within a fisheries management area with an allocation less than the long-form threshold value; and

WHEREAS: 3 AAC 134.120 provides that this resolution satisfies the Short-Form Application resolution requirements under the FY19 Shared Fisheries Business Tax Program.

NOW THEREFORE BE IT RESOLVED: that the Northwest Arctic Borough Assembly by this resolution certifies that the Northwest Arctic Borough did suffer significant effects during calendar year 2017 from fisheries business activities that occurred within the Kotzebue-Northern Fisheries Management Area 12 and wishes to apply for funding under the FY19 Shared Fisheries Business Tax Program.

PASSED AND ADOPTED THIS 22nd DAY OF JANUARY 2019.



Nathan Hadley, Jr., Assembly President

PASSED AND APPROVED THIS 22nd DAY OF JANUARY 2019.



Lucy S. Nelson, Mayor

SIGNED AND ATTESTED TO THIS 22nd DAY OF JANUARY 2019.



Stella Atoruk, Borough Clerk



DCCED
Shared Fisheries Business Tax Program
FY 19 Short-Form Application For
FMA 12: Kotzebue-Northern



APPLICATION MUST BE SUBMITTED TO DCCED
NO LATER THAN FEBRUARY 15, 2019

State of Alaska
Bill Walker, Governor

Department of Commerce, Community, and
Economic Development
Mike Navarre, Commissioner

Division of Community and Regional Affairs
Katherine Eldemar, Director

FY 19 SHARED FISHERIES BUSINESS TAX PROGRAM DESCRIPTION

The purpose of the Shared Fisheries Business Tax Program is to provide for an annual sharing of fish tax collected outside municipal boundaries to municipalities that can demonstrate they suffered significant effects from fisheries business activities. This program is administered separately from the state fish tax sharing program administered by the Department of Revenue which shares fish tax revenues collected inside municipal boundaries.

Program Eligibility

To be eligible for an allocation under this program, applicants must:

1. Be a municipality (city or borough); and
2. Demonstrate the municipality suffered significant effects as a result of fisheries business activity that occurred within its respective fisheries management area(s).

Program Funding

The funding available for the program this year is equal to half the amount of state fisheries business tax revenues collected outside of municipal boundaries during calendar year 2017.

Program funding is allocated in two stages:

1st Stage: Nineteen Fisheries Management Areas (FMAs) were established using existing commercial fishing area boundaries. The available funding is allocated among these 19 FMAs based on the pounds of fish and shellfish processed in the whole state during the 2017 calendar year. For example, if an area processed 10% of all the fish and shellfish processed in the whole state during 2017, then that area would receive 10% of the funding available for the program this year. These allocations are calculated based on Fisheries Business Tax Return information for calendar year 2017.

2nd Stage: If the total funding available for a Fisheries Management Area (FMA) is less than the long-form threshold value (the value determined by multiplying the number of municipalities in an area by \$4,000), then one half of the allocation is divided equally among the eligible applicants in that area. The other half of the area allocation is distributed among the eligible applicants proportionate to the populations of all the eligible applicants in the area. This is known as the short-form method*.

** Because your municipality is located within a Fisheries Management Area with a total allocation less than the long-form threshold value, you have been provided a Short-Form Application.*

FY 19 SHARED FISHERIES BUSINESS TAX PROGRAM DESCRIPTION

Short-Form Application Method: In order to receive funding under the Short-Form Application Method, an applicant must have suffered significant effects during the program base year from fisheries business activities that occurred within its respective fisheries management area(s).

Some important definitions: The Shared Fisheries Business Tax Program provides for a sharing of State Fisheries Business Tax with municipalities that can demonstrate they suffered *significant effects* during the *program base year* from *fisheries business activity* in their respective fisheries management area.

For the purposes of this program, "fisheries business activity" means:

- activity related to fishing, including but not limited to the catching and sale of fisheries resources;
- activity related to commercial vessel moorage and commercial vessel and gear maintenance;
- activity related to preparing fisheries resources for transportation; and,
- activity related to processing fisheries resources for sale by freezing, icing, cooking, salting, or other method and includes but is not limited to canneries, cold storages, freezer ships, and processing plants.

And, "significant effects" means:

- municipal expenditures during the program base year demonstrated by the municipality to the department to be reasonable and necessary that are the result of fisheries business activities on the municipality's:
 - population;
 - employment;
 - finances;
 - air and water quality;
 - fish and wildlife habitats; and,
 - ability to provide essential public services, including health care, public safety, education, transportation, marine garbage collection and disposal, solid waste disposal, utilities, and government administration.

And, "program base year" means:

- calendar year 2017.

FY 19 SHARED FISHERIES BUSINESS TAX PROGRAM

SHORT-FORM APPLICATION

For

FMA 12: KOTZEBUE-NORTHERN

Name of Municipality: Northwest Arctic Borough

Address: P.O. Box 1110

Kotzebue, AK 99752

Contact Person: Angie Sturm

Phone Number: 907-412-2103

Return cover page with attached resolution:

E-mail

caa@alaska.gov

Subject Line

"Municipality Name, FY19. SFBT"

Or

Mail

State of Alaska DCCED

Shared Fisheries Business Tax Program

455 3rd Avenue, Suite 140

Fairbanks, Alaska 99701-4737

FY 19 Shared Fisheries Business Tax Program
Short Form Method Resolution

Northwest Arctic Borough
(City or Borough)

RESOLUTION NO. 19-05

A RESOLUTION CERTIFYING THAT THE MUNICIPALITY DID SUFFER SIGNIFICANT EFFECTS DURING THE PROGRAM BASE YEAR FROM FISHERIES BUSINESS ACTIVITIES THAT OCCURRED WITHIN THE FMA 12: KOTZEBUE-NORTHERN FISHERIES MANAGEMENT AREA.

WHEREAS, AS 29.60.450 requires that for a municipality to participate in the FY 19 Shared Fisheries Business Tax Program, the municipality must demonstrate to the Department of Commerce, Community, and Economic Development that the municipality suffered significant effects during calendar year 2017 from fisheries business activities; and,

WHEREAS, 3 AAC 134.060 provides that if the allocation available for a fisheries management area is less than the long-form threshold value, a municipality may demonstrate that it suffered significant effects during the program base year from fisheries business activities that occurred within that fisheries management area through a resolution of the municipality's governing body; and

WHEREAS, The Northwest Arctic Borough
(City or Borough) is located within a fisheries management area with an allocation less than the long-form threshold value; and

WHEREAS, 3 AAC 134.120 provides that this resolution satisfies the Short-Form Application resolution requirements under the FY 19 Shared Fisheries Business Tax Program;

NOW THEREFORE BE IT RESOLVED THAT: The Northwest Arctic Borough
(Governing Body) by this resolution certifies that the Northwest Arctic Borough
(City or Borough) did suffer significant effects during calendar year 2017 from fisheries business activities that occurred within the FMA 12: Kotzebue-Northern fisheries management area and wishes to apply for funding under the FY 19 Shared Fisheries Business Tax Program.

PASSED and APPROVED by a duly constituted quorum of the Northwest Arctic Borough
(Governing Body) this 22nd day of Jan, 2019

SIGNED _____
Mayor

ATTEST Stella Atouh
Clerk

FMA 12: Kotzebue Area

Community	Population	50% Divided Equally	50% per capita share	50% per Capita	Calculated Allocation
		Total allocation: \$ 298.80	Equally \$ 149.40	\$ 149.40	
City of Ambler	284	\$	7.11	\$ 1.26	\$ 8.38 18-SF12-01
City of Buckland	510	\$	7.11	\$ 2.27	\$ 9.38 18-SF12-02
City of Deering	154	\$	7.11	\$ 0.68	\$ 7.80 18-SF12-03
City of Kiana	417	\$	7.11	\$ 1.85	\$ 8.97 18-SF12-04
City of Kivalina	417	\$	7.11	\$ 1.85	\$ 8.97 18-SF12-05
City of Kobuk	145	\$	7.11	\$ 0.64	\$ 7.76 18-SF12-06
City of Kotzebue	3154	\$	7.11	\$ 14.02	\$ 21.14 18-SF12-07
City of Noorvik	669	\$	7.11	\$ 2.97	\$ 10.09 18-SF12-08
City of Selawik	861	\$	7.11	\$ 3.83	\$ 10.94 18-SF12-09
City of Shungnak	291	\$	7.11	\$ 1.29	\$ 8.41 18-SF12-10
North West Arctic Borough	7850	\$	7.11	\$ 34.90	\$ 42.02 18-SF12-11
City of Diomede	102	\$	7.11	\$ 0.45	\$ 7.57 18-SF12-12
City of Shishmaref	561	\$	7.11	\$ 2.49	\$ 9.61 18-SF12-13
North Slope Borough	10528	\$	7.11	\$ 46.81	\$ 53.92 18-SF12-14
City of Anaktuvuk Pass	393	\$	7.11	\$ 1.75	\$ 8.86 18-SF12-15
City of Atkasuk	248	\$	7.11	\$ 1.10	\$ 8.22 18-SF12-16
City of Barrow (Utqiagvik)	5041	\$	7.11	\$ 22.41	\$ 29.53 18-SF12-17
City of Kaktovik	262	\$	7.11	\$ 1.16	\$ 8.28 18-SF12-18
City of Nuiqsut	446	\$	7.11	\$ 1.98	\$ 9.10 18-SF12-19
City of Point Hope	711	\$	7.11	\$ 3.16	\$ 10.28 18-SF12-20
City of Wainwright	557	\$	7.11	\$ 2.48	\$ 9.59 18-SF12-21
Totals	33601	\$	149.40	\$	298.80
Community Count	21				