CS FOR HOUSE BILL NO. 76(RLS) am S

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE HOUSE RULES COMMITTEE

Amended: 3/25/99
Offered: 3/10/99

Sponsor(s): REPRESENTATIVES HALCRO, Dyson, Kemplen, Mulder, Croft

A BILL

FOR AN ACT ENTITLED

"An Act relating to an exemption from and deferral of payment on municipal taxes on deteriorated property; and providing for an effective date."

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

* Section 1. AS 29.45.050(o) is amended to read:

(o) A municipality may by ordinance partially or totally exempt all or some types of deteriorated property from taxation for up to five years beginning on or any time after the day substantial rehabilitation, renovation, or replacement of any structure on the property begins. A municipality may by ordinance permit deferral of payment of taxes on all or some types of deteriorated property for up to five years beginning on or any time after the day substantial rehabilitation, renovation, or replacement of any structure on the property begins. However, if the ownership of property for which a deferral has been granted is transferred, all tax payments deferred under this subsection are immediately due and the deferral ends, or, if ownership of any part of the property is transferred, all tax payments attributable to that part of the property are immediately due and the deferral ends.
PART] are immediately due. **The amount deferred each year is a lien on that**

**property for that year** [AND THE DEFERRAL ATTRIBUTABLE TO THAT PART

ENDS]. Only one exemption and only one deferral may be granted to the same

property under this subsection, **and, if an exemption and a deferral are granted to**

**the same property, both may not be in effect on the same portion of the property**

during the same time. **An ordinance adopted under this subsection must include**

**specific eligibility requirements and require a written application for each**

**exemption or deferral.** In this subsection, "deteriorated property" means real property

that is commercial property not used for residential purposes or that is multi-unit

residential property with at least eight residential units, and that

(1) has been the subject of an order by a government agency requiring

the property to be vacated, condemned, or demolished by reason of noncompliance

with laws, ordinances, or regulations;

(2) has a structure on it not less than 15 years of age that has

undergone substantial rehabilitation, renovation, or replacement, subject to any

conditions prescribed in the ordinance; or

(3) is located in a deteriorating or deteriorated area with boundaries that

have been determined by the municipality.

*Sec. 2.* AS 29.45.050(o) is repealed July 1, 2002.

*Sec. 3.* This Act takes effect July 1, 1999.