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CS FOR HOUSE BILL NO. 146(CRA)**IN THE LEGISLATURE OF THE STATE OF ALASKA****TWENTY-NINTH LEGISLATURE - FIRST SESSION****BY THE HOUSE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE****Offered:****Referred:****Sponsor(s): REPRESENTATIVE MUÑOZ****A BILL****FOR AN ACT ENTITLED****"An Act relating to a municipal tax exemption for certain subdivided property."****BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:***** Section 1.** AS 29.45.050 is amended by adding a new subsection to read:

(x) A municipality may by ordinance partially or wholly exempt from taxation all or a portion of the increase in assessed value directly attributable to the subdivision of a single parcel of property into three or more parcels and any improvements made to the property necessitated by its subdivision. An ordinance adopted under this subsection may not provide for an exemption that exceeds five years in duration. A municipality may also by ordinance provide that

(1) the exemption is terminated when

(A) a lot in the subdivision is sold; or

(B) a residential or commercial use is established on a lot in the subdivision; or

(2) the exemption continues for the unsold lots in the subdivision after

(A) a lot in the subdivision is sold; or

- 1 (B) a residential or commercial use is established on a lot in the
2 subdivision.