

FISCAL NOTE

STATE OF ALASKA
2012 LEGISLATIVE SESSION

Bill Version CSHB 264 (CRA)
Fiscal Note Number _____
() Publish Date _____

Identifier (file name) HB264-DCCED-DCRA-02-17-12 Dept. Affected DCCED
Title MUNI PROPERTY TAX EXEMPTION: SUBDIVISIONS Appropriation Community and Regional Affairs
Allocation Community and Regional Affairs
Sponsor Representative Munoz
Requester House Finance OMB Component Number 2879

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

	FY13 Appropriation Requested	Included in Governor's FY13 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY13	FY13	FY14	FY15	FY16	FY17	FY18
Personal Services	0.0		0.0	0.0	0.0	0.0	0.0
Travel	0.0		0.0	0.0	0.0	0.0	0.0
Services	0.0		0.0	0.0	0.0	0.0	0.0
Commodities	0.0		0.0	0.0	0.0	0.0	0.0
Capital Outlay							
Grants, Benefits							
Miscellaneous							
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0

FUND SOURCE		(Thousands of Dollars)					
1002	Federal Receipts						
1003	GF Match						
1004	GF	0.0	0.0	0.0	0.0	0.0	0.0
1005	GF/Prgm (DGF)						
1037	GF/MH (UGF)						
1178	temp code (UGF)						
TOTAL		0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS							
Full-time	0		0	0	0	0	0
Part-time	0		0	0	0	0	0
Temporary	0		0	0	0	0	0

CHANGE IN REVENUES							
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Estimated SUPPLEMENTAL (FY12) operating costs 0.0 (separate supplemental appropriation required,
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY13) costs 0.0 (separate capital appropriation required,
(discuss reasons and fund source(s) in analysis section)

Why this fiscal note differs from previous version (if initial version, please note as such)

The CS made changes to allow increase to the types of improvements that are eligible for the exemption.

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Commerce, Community, and Economic Development

Phone 269-4569
Date/Time 2/17/2012 9:00am
Date 2/20/2012

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BILL NO. CSHB 264 (CRA)

Analysis

HB 264 authorizes municipalities to adopt by ordinance a program to defer tax payments on certain newly subdivided properties. The CS made changes to allow increase to the types of improvements that are eligible for the exemption.

This legislation allows for deferral, not exemption from property taxes. It seeks to ease the short term cost of subdivision and development of properties, which could provide an incentive for local development and result in a net increase in property values. The property tax that is deferred is the portion attributable to the increase in assessed value. The deferral is up to 5 years.

There would be no fiscal impact to the Department if this legislation was enacted.