

#1

AMENDMENT

OFFERED IN THE HOUSE
TO: HB 411

BY REPRESENTATIVE SCHRAGE

1 Page 1, line 1, following "Act":

2 Insert "relating to municipal economic development; and"

3

4 Page 1, following line 3:

5 Insert a new bill section to read:

6 **"* Section 1.** AS 29.35.110(c) is amended to read:

7 (c) Notwithstanding (a) of this section, a borough that has entered into an
8 agreement with a city located in the borough to cooperatively or jointly provide for
9 economic development may use borough revenue from taxes or funding from other
10 sources [, WHETHER COLLECTED ON AN AREAWIDE OR NONAREAWIDE
11 BASIS,] to carry out the terms of the agreement."
12

13 Page 1, line 4:

14 Delete "Section 1"

15 Insert "Sec. 2"

AMENDMENT

#2

OFFERED IN THE HOUSE
TO: HB 411

BY REPRESENTATIVE SCHRAGE

1 Page 1, line 2, following "property":

2 Insert "; and relating to economic development"

3

4 Page 2, lines 8 - 10:

5 Delete "In this subsection, "economic development property" means real or personal
6 property, including developed property conveyed under 43 U.S.C. 1601 et seq. (Alaska Native
7 Claims Settlement Act),"

8 Insert "[IN THIS SUBSECTION, "ECONOMIC DEVELOPMENT PROPERTY"
9 MEANS REAL OR PERSONAL PROPERTY, INCLUDING DEVELOPED PROPERTY
10 CONVEYED UNDER 43 U.S.C. 1601 ET SEQ. (ALASKA NATIVE CLAIMS
11 SETTLEMENT ACT),"

12

13 Page 2, lines 11 - 30:

14 Delete all material and insert:

15 "(1) TO WHICH ONE OR MORE OF THE FOLLOWING APPLY:

16 (A) THE PROPERTY HAS NOT PREVIOUSLY BEEN
17 TAXED AS REAL OR PERSONAL PROPERTY BY THE MUNICIPALITY;

18 (B) THE PROPERTY IS USED IN A TRADE OR BUSINESS
19 IN A WAY THAT

20 (i) CREATES EMPLOYMENT IN THE
21 MUNICIPALITY;

22 (ii) GENERATES SALES OUTSIDE OF THE
23 MUNICIPALITY OF GOODS OR SERVICES PRODUCED IN THE

1 MUNICIPALITY; OR

2 (iii) MATERIALLY REDUCES THE IMPORTATION
3 OF GOODS OR SERVICES FROM OUTSIDE THE
4 MUNICIPALITY;

5 (C) AN EXEMPTION OR DEFERRAL ON THE PROPERTY
6 ENABLES A SIGNIFICANT CAPITAL INVESTMENT IN PHYSICAL
7 INFRASTRUCTURE THAT

8 (i) EXPANDS THE TAX BASE OF THE
9 MUNICIPALITY; AND

10 (ii) WILL GENERATE PROPERTY TAX REVENUE
11 AFTER THE EXEMPTION EXPIRES; OR

12 (2) THAT HAS NOT BEEN USED IN THE SAME TRADE OR
13 BUSINESS IN ANOTHER MUNICIPALITY FOR AT LEAST SIX MONTHS
14 BEFORE THE APPLICATION FOR DEFERRAL OR EXEMPTION IS FILED;
15 THIS PARAGRAPH DOES NOT APPLY IF THE PROPERTY WAS USED IN THE
16 SAME TRADE OR BUSINESS IN AN AREA THAT HAS BEEN ANNEXED TO
17 THE MUNICIPALITY WITHIN SIX MONTHS BEFORE THE APPLICATION
18 FOR DEFERRAL OR EXEMPTION IS FILED; THIS PARAGRAPH DOES NOT
19 APPLY TO INVENTORIES.]

20 * Sec. 2. AS 29.71.800 is amended by adding a new paragraph to read:

21 (26) "economic development" means an action intended to result in an
22 outcome that causes an increase in, or avoids a decrease of, economic activity, gross
23 domestic product, or the tax base."

AMENDMENT #3

OFFERED IN THE HOUSE
TO: HB 411

BY REPRESENTATIVE MCCARTY

- 1 Page 2, line 9, following "means":
- 2 Insert "nonresidential"