

**AMENDMENT**

OFFERED IN THE SENATE  
TO: CSSB 200(CRA)

BY SENATOR DUNBAR

1 Page 1, following line 3:

2 Insert a new bill section to read:

3 **\*\* Section 1.** AS 29.45.060(a) is amended to read:

4 (a) **Except as provided in (h) of this section, farm** [FARM] use land, and  
5 structures on farm use land that are used for farm operations, included in a farm unit  
6 and not dedicated or being used for nonfarm purposes shall be assessed on the basis of  
7 full and true value for farm use and may not be assessed as if subdivided or used for  
8 some other nonfarm purpose. The assessor shall maintain records valuing the land for  
9 both full and true value and farm use value. If the land is sold, leased, or otherwise  
10 disposed of for uses incompatible with farm use or converted to a use incompatible  
11 with farm use by the owner, the owner is liable to pay an amount equal to the  
12 additional tax at the current mill levy together with eight percent interest for the  
13 preceding seven years, as though the land had not been assessed for farm use  
14 purposes. Payment by the owner shall be made to the state to the extent of its  
15 reimbursement for revenue loss under (d) of this section for the preceding seven years.  
16 The balance of the payment shall be made to the municipality."  
17

18 Page 1, line 4:

19 Delete "**Section 1**"

20 Insert "**Sec. 2**"

21

22 Renumber the following bill sections accordingly.

23

1 Page 2, following line 6:

2 Insert a new bill section to read:

3 **\*\* Sec. 3.** AS 29.45.060(e) is amended to read:

4 (e) **Notwithstanding (h) of this section, all** [ALL] land that is classified by  
5 the state for agricultural use or that is restricted by the state for agricultural purposes  
6 shall be assessed on the basis of full and true value based **on** [UPON] that restricted  
7 use."

8

9 Renumber the following bill sections accordingly.

10

11 Page 2, lines 8 - 9:

12 Delete "This section does not apply to land for which the owner has granted, and has  
13 outstanding, a lease or option to buy the surface rights."

14 Insert "[THIS SECTION DOES NOT APPLY TO LAND FOR WHICH THE  
15 OWNER HAS GRANTED, AND HAS OUTSTANDING, A LEASE OR OPTION TO BUY  
16 THE SURFACE RIGHTS.]"

17

18 Page 3, following line 12:

19 Insert new bill sections to read:

20 **\*\* Sec. 6.** AS 29.45.060 is amended by adding new subsections to read:

21 (h) This section does not apply to land

22 (1) for which the owner has granted, and has outstanding, a lease or  
23 option to buy the surface rights;

24 (2) in a home rule municipality with a population of more than  
25 100,000 unless the municipality has by ordinance adopted the assessment under this  
26 section.

27 (i) A home rule municipality with a population of more than 100,000 may by  
28 ordinance

29 (1) adopt a definition of "farm use" that differs from the meaning given  
30 in AS 29.45.060(g);

31 (2) adjust the value of agricultural products that must be produced

1 from the land during a tax year under (c) of this section."

2

3 Renumber the following bill section accordingly.