

SENATE CS FOR HOUSE BILL NO. 399(JUD)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - SECOND SESSION

BY THE SENATE JUDICIARY COMMITTEE

Offered: 4/21/98

Referred: Rules

Sponsor(s): REPRESENTATIVES RYAN, Croft, Kempen

A BILL

FOR AN ACT ENTITLED

**1 "An Act relating to an optional exemption from, and deferral of payment of,
2 municipal taxes on deteriorated property, and defining 'deteriorated property' for
3 purposes of the exemption or deferral; and providing for an effective date."**

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

5 * Section 1. AS 29.45.050 is amended by adding a new subsection to read:

6 (o) A municipality may by ordinance partially or totally exempt all or some
7 types of deteriorated property from taxation for up to five years after the day
8 substantial rehabilitation, renovation, or replacement of any structure or improvement
9 on the property begins. The municipality may provide for renewal of the exemption
10 under conditions established in the ordinance. A municipality may by ordinance
11 permit deferral of payment of taxes on all or some types of deteriorated property for
12 up to five years after the day substantial rehabilitation, renovation, or replacement of
13 any structure or improvement on the property begins. The municipality may provide
14 for renewal of the deferral under conditions established in the ordinance. In this

1 subsection, "deteriorated property" means real property

2 (1) that has been the subject of an order by a government agency
3 requiring the property to be vacated, condemned, or demolished by reason of
4 noncompliance with laws, ordinances, or regulations;

5 (2) on which a structure or other improvement not less than 15 years
6 of age has undergone substantial rehabilitation, renovation, or replacement, subject to
7 any conditions prescribed in the ordinance; or

8 (3) located in a deteriorating or deteriorated area with boundaries that
9 have been determined by the municipality.

10 * **Sec. 2.** This Act takes effect July 1, 1998.