

CS FOR HOUSE BILL NO. 76(RLS)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE HOUSE RULES COMMITTEE

Offered: 3/10/99

Referred: Rules

Sponsor(s): REPRESENTATIVES HALCRO, Dyson

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to an exemption from and deferral of payment on municipal
2 taxes on deteriorated property; and providing for an effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 29.45.050(o) is amended to read:

5 (o) A municipality may by ordinance partially **or totally** exempt all or some
6 types of deteriorated property from taxation for up to five years **beginning on or any**
7 **time** after the day substantial rehabilitation, renovation, or replacement of any structure
8 on the property begins. A municipality may by ordinance permit deferral of payment
9 of taxes on all or some types of deteriorated property for up to five years **beginning**
10 **on or any time** after the day substantial rehabilitation, renovation, or replacement of
11 any structure on the property begins. However, if the ownership of property for which
12 a deferral has been granted is transferred, all tax payments deferred under this
13 subsection are immediately due and the deferral ends, or, if ownership of **any** [ONLY]
14 part of the property is transferred, all tax payments [ATTRIBUTABLE TO THAT

1 PART] are immediately due. **The amount deferred each year is a lien on that**
 2 **property for that year** [AND THE DEFERRAL ATTRIBUTABLE TO THAT PART
 3 ENDS]. Only one exemption and only one deferral may be granted to the same
 4 property under this subsection, **and, if an exemption and a deferral are granted to**
 5 **the same property, both may not be in effect during the same time. An ordinance**
 6 **adopted under this subsection must include specific eligibility requirements and**
 7 **require a written application for each exemption or deferral.** In this subsection,
 8 "deteriorated property" means real property that is commercial property not used for
 9 residential purposes or that is multi-unit residential property with at least eight
 10 residential units, and that

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

14 (2) has a structure on it not less than 15 years of age that has
 15 undergone substantial rehabilitation, renovation, or replacement, subject to any
 16 conditions prescribed in the ordinance; or

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

19 * **Sec. 2.** This Act takes effect July 1, 1999.