

**CS FOR HOUSE BILL NO. 76(RLS) am S**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**TWENTY-FIRST LEGISLATURE - FIRST SESSION**

**BY THE HOUSE RULES COMMITTEE**

**Amended: 3/25/99**

**Offered: 3/10/99**

**Sponsor(s): REPRESENTATIVES HALCRO, Dyson, Kemplen, Mulder, Croft**

**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 on the same portion of the property**  
 6 **during the same time. An ordinance adopted under this subsection must include**  
 7 **specific eligibility requirements and require a written application for each**  
 8 **exemption or deferral.** In this subsection, "deteriorated property" means real property  
 9 that is commercial property not used for residential purposes or that is multi-unit  
 10 residential property with at least eight 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.** AS 29.45.050(o) is repealed July 1, 2002.

20 \* **Sec. 3.** This Act takes effect July 1, 1999.