

SENATE BILL NO. 54

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Introduced: 2/3/99

Referred: Labor and Commerce

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 only part of
14 the property is transferred, all tax payments attributable to that part are immediately

1 due and the deferral attributable to that part ends. Only one exemption and only one
2 deferral may be granted to the same property under this subsection, **and, if an**
3 **exemption and a deferral are granted to the same property, both may not be in**
4 **effect during the same time.** In this subsection, "deteriorated property" means real
5 property that is commercial property not used for residential purposes or that is multi-
6 unit residential property with at least eight residential units, and that

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

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

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

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