

CS FOR SENATE BILL NO. 4(CRA)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Offered: 3/1/01

Referred: Finance

Sponsor(s): SENATOR THERRIAULT

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to a mandatory exemption from municipal property taxes for certain**
2 **residences; and providing for an effective date."**

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

4 *** Section 1.** AS 29.45.030(e) is amended to read:

5 (e) The real property owned and occupied as the primary residence and
6 permanent place of abode by a (1) resident 65 years of age or older; (2) disabled
7 veteran; or (3) resident at least 60 years old who is the widow or widower of a person
8 who qualified for an exemption under (1) or (2) of this subsection [,] is exempt from
9 taxation on the first \$150,000 of the assessed value of the real property. A
10 municipality may, in case of hardship, provide for exemption beyond the first
11 \$150,000 of assessed value in accordance with regulations of the department. Only
12 one exemption may be granted for the same property and, if two or more persons are
13 eligible for an exemption for the same property, the parties shall decide between or
14 among themselves who is to receive the benefit of the exemption. Real property may

1 not be exempted under this subsection if the assessor determines, after notice and
2 hearing to the parties, that the property was conveyed to the applicant primarily for the
3 purpose of obtaining the exemption. The determination of the assessor may be
4 appealed under AS 44.62.560 - 44.62.570. **If property is transferred during the**
5 **year for which an exemption has been granted under this subsection to a person**
6 **who does not qualify for the exemption, the exemption ceases on the date of the**
7 **transfer. The municipality shall calculate a pro rata share of the amount of taxes**
8 **that would have been levied for the year on the property had it not been granted**
9 **an exemption under this subsection and shall notify the new owner of the**
10 **additional amount of taxes. Payment of the additional amount of taxes is due 60**
11 **days after the notice is provided to the new owner.**

12 * Sec. 2. This Act takes effect January 1, 2002.