

FISCAL NOTE

STATE OF ALASKA
2008 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: SB 122
 (S) Publish Date: 2/6/08

Identifier (file name): SB122-CED-CRA-02-04-08 Dept. Affected: DCCED
 Title Municipal Property Tax Exemption RDU Comm Asst & Ec Dev (405)
 Component Community & Regional Affairs
 Sponsor Thomas
 Requester Senate Community & Regional Affairs Component Number 2879

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

	Appropriation Required	Information						
		FY 2009	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
OPERATING EXPENDITURES								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Miscellaneous								
TOTAL OPERATING		0.0	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES								
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CHANGE IN REVENUES (1004)	0.0	0.0	**	**	**	**	**	**
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF								
1005 GF/Program Receipts								
1037 GF/Mental Health								
Other Interagency Receipts								
TOTAL		0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2008) cost: _____

POSITIONS

Full-time								
Part-time								
Temporary								

ANALYSIS: (Attach a separate page if necessary)

This legislation would grant municipalities the option to exempt from taxation up to \$100,000 of residential property value. The current amount of the optional exemption is \$20,000 of property value. The option would need to be implemented by ordinance ratified by voters at an election. Any fiscal impacts to municipalities would depend on how they write the ordinance and how much exemption they choose. This bill will have no fiscal impact on the Division.

If municipalities with oil and gas properties increase their mill rates to offset revenue losses resulting from the increased residential property tax exemptions, the Division estimates that this legislation could cost the State up to \$3 million annually in lost oil and gas property tax revenues.

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