

HOUSE CS FOR CS FOR SENATE BILL NO. 77(RLS)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-THIRD LEGISLATURE - SECOND SESSION

BY THE HOUSE RULES COMMITTEE

Offered: 4/24/24

Referred: Rules

Sponsor(s): SENATORS DUNBAR, Claman

REPRESENTATIVE Sumner

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to municipal property tax; and providing for an effective date."**

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

3 *** Section 1.** AS 29.45.050(m) is amended to read:

4 (m) A municipality may by ordinance partially or totally exempt all or some
5 types of economic development property from taxation for a designated period.
6 [EXCEPT AS OTHERWISE PROVIDED BY AN ORDINANCE ENACTED BY
7 THE MUNICIPALITY BEFORE JANUARY 1, 2017, A MUNICIPALITY THAT IS
8 A SCHOOL DISTRICT MAY ONLY EXEMPT ALL OR A PORTION OF THE
9 AMOUNT OF TAXES THAT EXCEEDS THE AMOUNT LEVIED ON OTHER
10 PROPERTY FOR THE SCHOOL DISTRICT'S REQUIRED LOCAL
11 CONTRIBUTION UNDER AS 14.17.410(b)(2).] A municipality may by ordinance
12 permit deferral of payment of taxes on all or some types of economic development
13 property for a designated period. A municipality may apply an exemption or deferral
14 under this subsection to taxes levied for special services in a service area that is
15 supervised by an elected service area board under AS 29.35.460 unless the elected
16 service area board objects to the exemption or deferral by resolution adopted not later

1 than 60 days after the effective date of the municipal ordinance enacting the tax
2 exemption or deferral. A municipality may adopt an ordinance under this subsection
3 only if, before it is adopted, copies of the proposed ordinance made available at a
4 public hearing on it contain written notice that the ordinance, if adopted, may be
5 repealed by the voters through referendum. An ordinance adopted under this
6 subsection must include specific eligibility requirements and require a written
7 application for each exemption or deferral.

8 * **Sec. 2.** This Act takes effect immediately under AS 01.10.070(c).