

1 IN THE HOUSE

BY POWELL

2 HOUSE BILL NO. 375

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state reimbursement of municipali-  
7 ties for loss of revenues because of tax exemptions."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 29.10 is amended by adding new sections to read:

10 Sec. 29.10.337. PROPERTY EXEMPTED FROM TAXATION BY STATE SUBSE-  
11 QUENT TO JANUARY 1, 1968. (a) The council may assess and levy a general  
12 property tax as provided in sec. 335 of this chapter on all real and  
13 personal property which, after January 1, 1968, is granted an exemption  
14 from local taxation by the state.

15 (b) The council, when assessing and levying a tax under (a) of  
16 this section, shall follow the procedure set out in secs. 369 - 450 of  
17 this chapter, except that the state shall be considered owner of record  
18 of the property assessed and levied upon, and all notices concerning the  
19 property shall be sent to the state.

20 (c) Upon receipt of tax statements authorized under (a) of this  
21 section, the state shall pay the amount demanded in the statements. The  
22 obligation to make payment shall be subject to the determination of  
23 matters to be resolved on any appeal entered by the state in cases aris-  
24 ing under (b) of this section.

25 (d) The state is not subject to penalty or to interest on an  
26 amount payable under (c) of this section.

27 Sec. 29.10.338. DETERMINING EFFECT OF EXEMPTION. The legislature  
28 in considering the passage of legislation exempting real or personal  
29 property from local taxation, shall request the Local Affairs Agency to

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29

determine the amount of revenue to be lost by the proposed exemption, as to each political subdivision of the state, and no legislation granting the proposed exemption may be enacted until the information required by this section has been furnished to the legislature.