

Introduced: 1/19/76
Referred: Community and
Regional Affairs

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HCS SENATE BILL NO. 529 *am (Fin) am H*

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to property tax exemptions; and pro-
7 viding for an effective date."

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

9 * Section 1. AS 29.53.020(g) is amended to read:

10 (g) The state shall reimburse a borough or city, as appropriate,
11 for the real property tax revenues lost to it by the operation of (e)
12 of this section. However, reimbursement will be made to a borough or
13 city for revenue lost to it only to the extent that the loss exceeds
14 an exemption granted, or which upon proper application by an individual
15 would be granted, by the borough or city under sec. 25(a) of this
16 chapter.

17 * Sec. 2. AS 29.53.020(h) is amended to read:

18 (h) Except as provided in (g) of this section, nothing [NOTHING]
19 in (e)--(i) of this section affects similar exemptions from property
20 taxes granted by municipalities on September 10, 1972 or prevents
21 municipalities from granting similar exemptions by ordinance as
22 provided in sec. 25 of this chapter. [HOWEVER, UNDER (e)--(i) OF THIS
23 SECTION ONLY THE AMOUNT OF REVENUE LOST TO THE MUNICIPALITY BY REASON
24 OF THE EXEMPTION AUTHORIZED IN THOSE PROVISIONS MAY BE REIMBURSED TO
25 THE MUNICIPALITY BY THE STATE.]

26 * Sec. 3. AS 29.53.035(a) is amended to read:

27 (a) Farm use lands included in a farm unit and not dedicated or
28 being used for nonfarm purposes shall be assessed on the basis of full
29 and true value for farm use, and shall not be assessed as if sub-

1 divided or used for some other nonfarm purpose. The assessor shall
2 maintain records valuing the farm use land for both full and true
3 value and farm use value. Should the farm use land be sold, leased,
4 or otherwise disposed of, for other than farm use purposes or be con-
5 verted to nonfarm use by the owner, the owner shall be liable to pay
6 an amount equal to the additional tax together with five per cent
7 interest for the preceding seven years, as though the land had not
8 been assessed for farm use purposes. Payment by the owner shall be
9 made to the state to the extent of its reimbursement for revenue loss
10 under (e) of this section for the preceding seven years. The balance
11 of the payment shall be made to the city or borough. The Department
12 of Community and Regional Affairs shall, at the time of reimbursement,
13 file a lien on each farm unit in favor of the state for that unit's pro
14 rata portion of the amount reimbursed under this section. Each lien is
15 effective for seven years after the date it is filed.

16 * Sec. 4. Section 3 of this Act is retroactive to January 1, 1975.

17 * Sec. 5. This Act takes effect immediately in accordance with AS 01.-

18 10.070(c).
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