

Introduced: 1/14/80
Referred: Resources and
Finance

1 IN THE SENATE

BY KERTTULA

2 SENATE BILL NO. 306

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the sale of agricultural land owned
7 by the state."

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

9 * Section 1. AS 38.05 is amended by adding a new section to read:

10 Sec. 38.05.059. FARM IMPROVEMENT CREDIT. (a) A person who con-
11 tracts to purchase the agricultural development rights to state land may
12 receive credit against the installment payments due under the land sale
13 contract for constructing an improvement listed in (b) of this section.
14 A credit may be allowed only if a plan for the construction of the
15 improvement is approved by the commissioner or his designee and by any
16 other regulatory agency required to inspect and approve improvements to
17 land. Credit granted under this section may not exceed 90 percent of
18 the total purchase price of the agricultural land.

19 (b) The commissioner shall allow credit under this section for the
20 following improvements with the limitations set out after each:

21 (1) clearing, draining and breaking undeveloped agricultural
22 land -- \$80 per acre;

23 (2) fences -- \$500 per mile;

24 (3) permanent family dwelling -- \$10 per square foot, not to
25 exceed \$5,000;

26 (4) storage and livestock buildings -- \$4 per square foot,
27 not to exceed \$10,000;

28 (5) milk parlor and other buildings in which agricultural
29 products are processed for human consumption -- \$8 per square foot, not

1 to exceed \$10,000;

2 (6) waste disposal system -- \$20 per animal unit, not to
3 exceed \$10,000;

4 (7) water well which produces potable water -- \$8 per foot,
5 not to exceed \$1,000;

6 (8) irrigation well which produces a minimum of 300 gallons
7 per minute -- \$15 per foot, not to exceed \$3,000; and

8 (9) access road with a 20-foot crown and drainage -- \$1,500
9 per mile, not to exceed \$3,000.

10 (c) The director may allow credit for an improvement not listed in
11 (b) of this section which is constructed on or adjacent to the agricul-
12 tural land if he determines that the improvement is necessary for the
13 development of the land for agricultural purposes.

14 (d) The commissioner may adopt regulations under the Administra-
15 tive Procedure Act (AS 44.62) which are necessary to accomplish the
16 purpose of this section.

17 (e) In this section "animal unit" means the waste produced by one
18 cow or its equivalent during a 24-hour period. For the purpose of this
19 definition, one cow is considered the equivalent of one horse, or five
20 sheep, goats or swine.