

Introduced: 1/13/81  
Referred: Community & Regional  
Affairs and Finance

1 IN THE SENATE

BY ELIASON

2 SENATE BILL NO. 14

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to equalization of the tax resources  
7 of municipalities; and providing for an effective  
8 date."

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

10 \* Section 1. AS 29.88.010 is repealed and reenacted to read:

11 Sec. 29.88.010. STATE EQUALIZATION OF TAX RESOURCES FOR LOCAL  
12 GOVERNMENT SERVICES. During each fiscal year the department shall pay  
13 to each municipality an equalization entitlement for local government  
14 services provided by the municipality. The equalization entitlement  
15 for a borough is \$40 multiplied by the population of the borough  
16 residing outside of a city. The equalization entitlement for a city is  
17 \$40 multiplied by the population of the city.

18 \* Sec. 2. AS 29.88.015 is amended to read:

19 Sec. 29.88.015. DETERMINATION OF POPULATION. (a) For purposes  
20 of this chapter, the population of a municipality [TAXING UNIT] shall  
21 be determined annually by the latest figures of the United States  
22 Bureau of the Census or other population data which, in the judgment of  
23 the department, is reliable.

24 (b) The population of the municipality [TAXING UNIT] includes the  
25 population of any military reservation which is a part of the muni-  
26 city [TAXING UNIT].

27 \* Sec. 3. AS 29.88.030(a) is amended to read:

28 (a) An equalization entitlement [GENERATED BY THE GENERAL TAX  
29 LEVY OF A TAXING UNIT] may be used only for authorized expenditures of

1 the municipality receiving the entitlement [THAT TAXING UNIT, BUT UP TO  
2 15 PERCENT OF THE PAYMENT OF AN EQUALIZATION ENTITLEMENT GENERATED BY  
3 AREAWIDE REVENUE OF A MUNICIPALITY MAY BE USED BY THE MUNICIPALITY FOR  
4 AREAWIDE OR NONAREAWIDE PURPOSES AT THE DISCRETION OF ITS ASSEMBLY OR  
5 COUNCIL].

6 \* Sec. 4. AS 29.88.040 is repealed and reenacted to read:

7       Sec. 29.88.040. ADMINISTRATION. The department may adopt regula-  
8 tions necessary to implement this chapter.

9 \* Sec. 5. AS 29.88.020, 29.88.025, 29.88.030(b), 29.88.045(3) and (4),  
10 and sec. 12(a)(2), ch. 155, SLA 1980 are repealed.

11 \* Sec. 6. This Act takes effect July 1, 1981.  
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