

Offered: 4/20/83  
Referred: Finance

Original sponsors: Furnace, Barnes,  
Grussendorf, et al

1 IN THE HOUSE

BY THE COMMUNITY AND REGIONAL  
AFFAIRS COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 31 (C&RA)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to certain tax benefits for disabled  
7 veterans and senior residents; and providing for an  
8 effective date."

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

10 \* Section 1. AS 29.53.020(e) is amended to read:

11 (e) The real property owned and occupied as a permanent place of  
12 abode by a resident 65 years of age or over or by a disabled veteran  
13 is exempt from taxation of the assessed value of the real property.  
14 Only one exemption may be granted for [WITH RESPECT TO] the same  
15 property and, if two or more persons are eligible for an exemption for  
16 [WITH RESPECT TO] the same property, the parties shall decide between  
17 or among themselves which shall receive the benefit of the exemption.  
18 Real [NO REAL] property may not be exempted under this subsection if  
19 [WHICH] the assessor determines, after notice and hearing to the  
20 parties concerned, that the property was [HAS BEEN] conveyed to the  
21 applicant primarily for the purpose of obtaining the exemption. The  
22 determination of the assessor may be appealed [IS APPEALABLE] under  
23 AS 44.62.560 - 44.62.570.

24 \* Sec. 2. AS 29.53.020(f) is amended to read:

25 (f) No exemption may be granted except upon written application  
26 for the exemption on a form approved [PRESCRIBED] by the state asses-  
27 sor for use by local assessors. The claimant must file the applica-  
28 tion no later than January 15 of the assessment year for which the  
29 exemption is sought, but during the same year the governing body of

1 the municipality for good cause shown may waive the claimant's failure  
2 to make timely application for the exemption for that year and au-  
3 thorize the assessor to accept the application as if timely filed.  
4 The claimant must file a separate application for each assessment year  
5 in which the exemption is sought. If an application is filed within  
6 the required time and is approved by the assessor, the assessor [HE]  
7 shall allow an exemption in accordance with the provisions of this  
8 section. If a claimant whose failure to file by January 15 of the  
9 assessment year has been waived as provided in this subsection and the  
10 application for exemption is approved, the amount of tax that [WHICH]  
11 the claimant may have already paid for the assessment year with re-  
12 spect to the property exempted shall be refunded to the claimant  
13 [HIM]. The assessor shall [MAY AT ANY TIME] require proof in the form  
14 the assessor [HE] considers necessary of the right to and amount of an  
15 exemption claimed under this section, and shall require a disabled  
16 veteran claiming an exemption under (e) of this section to provide  
17 evidence of the disability rating. The assessor may require proof  
18 under this section at any time.

19 \* Sec. 3. AS 29.53.020(i) is repealed and reenacted to read:

20 (i) In (e) - (i) of this section,

21 (1) "disabled veteran" means a disabled person separated  
22 from the military service of the United States under a condition that  
23 is not dishonorable who is a resident of the state, whose disability  
24 was incurred or aggravated in the line of duty in the military service  
25 of the United States, and whose disability has been rated as 50 per-  
26 cent or more by the branch of service in which that person served or  
27 by the Veterans' Administration;

28 (2) "real property" includes but is not limited to mobile  
29 homes, whether classified as real or personal property for municipal

1 tax purposes.

2 \* Sec. 4. AS 29.73.060 is amended to read:

3 Sec. 29.73.060. PROPERTY TAX EQUIVALENCY PAYMENTS. (a) A  
4 resident of the state 65 years of age or older or a disabled veteran  
5 who rents a permanent place of abode is eligible for a tax equivalency  
6 payment [PAYMENTS] from the state through the Department of Community  
7 and Regional Affairs.

8 (b) For purposes of determining the amount of a payment [PAY-  
9 MENTS] to an eligible person [PERSONS], the department shall calculate  
10 at the rate of one percent per mil a property tax equivalent percent-  
11 age for each home rule or general law municipality that [WHICH] levies  
12 a general property tax [AT THE RATE OF ONE PERCENT PER MIL]. The  
13 property tax equivalent percentage applied to the annual rent charged  
14 to the applicant equals the property tax equivalency payment payable  
15 under this section.

16 (c) To obtain a tax equivalency payment [PAYMENTS] the eligible  
17 resident must apply to the department for payment for the preceding  
18 year by January 15 of each year on forms and in the manner prescribed  
19 by the department. The department for good cause shown may waive an  
20 applicant's failure to make timely application for a tax equivalency  
21 payment and accept the application as if timely filed. Each applicant  
22 shall submit with the application rental receipts or, if rental re-  
23 cepts are not available, other evidence satisfactory to the depart-  
24 ment for determination of the fact of payment of rent and the amount  
25 paid. A disabled veteran shall submit with the application evidence  
26 of the disability rating.

27 (d) If two or more persons occupy a residence as tenants, not  
28 all of whom are eligible for a tax equivalency payment [PAYMENTS]  
29 under this section, the assessor shall determine equitable partial

1 payments to be made to the eligible tenants. However, a tax equiva-  
2 lency payment [PAYMENTS] to an eligible applicant may not be reduced  
3 because the spouse is less than 65 years of age or is not a disabled  
4 veteran. If all occupants in a residence are eligible for a tax  
5 equivalency payment [PAYMENTS] under this section, the occupants shall  
6 decide between and among themselves which shall receive payment.

7 (e) In this section "disabled veteran" means a disabled person  
8 separated from the military service of the United States under a  
9 condition that is not dishonorable who is a resident of the state,  
10 whose disability was incurred or aggravated in the line of duty in the  
11 military service of the United States, and whose disability has been  
12 rated as 50 percent or more by the branch of service in which that  
13 person served or by the Veterans' Administration.

14 \* Sec. 5. AS 29.73 is amended by adding a new section to read:

15 Sec. 29.73.062. REIMBURSEMENT PAYMENTS. (a) A resident of the  
16 state 65 years of age or older or a disabled veteran who rents a  
17 permanent place of abode is eligible for a reimbursement payment from  
18 the state through the Department of Community and Regional Affairs if  
19 the abode is located in a municipality that

20 (1) does not levy and collect a property tax; and

21 (2) levies and collects a sales tax on rents paid for resi-  
22 dential property.

23 (b) The amount of a reimbursement payment under this section  
24 equals the amount of sales taxes paid on the abode during the preced-  
25 ing year by the eligible resident.

26 (c) To obtain a reimbursement payment under this section an  
27 eligible resident must apply by January 15 of each year to the Depart-  
28 ment of Community and Regional Affairs for reimbursement of sales  
29 taxes paid for the preceding year. The application shall be on the

1 form and filed as prescribed by the department. The department for  
2 good cause shown may waive an applicant's failure to make timely  
3 application for reimbursement and accept the application as if timely  
4 filed. Each applicant shall submit with the application rental re-  
5 cepts or, if rental receipts are not available, other evidence sat-  
6 isfactory to the department for determination of the fact of payment  
7 of rent and the amount paid. A disabled veteran shall submit with the  
8 application evidence of the disability rating.

9 (d) If two or more persons occupy a residence as tenants, not  
10 all of whom are eligible for a reimbursement payment under this sec-  
11 tion, the assessor shall determine equitable partial payments to be  
12 made to the eligible tenants. However, a reimbursement payment to an  
13 eligible applicant may not be reduced because the spouse is less than  
14 65 years of age or not a disabled veteran. If all occupants in a  
15 residence are eligible for a reimbursement payment, the occupants  
16 shall decide between and among themselves which shall receive the  
17 payment.

18 (e) In this section "disabled veteran" means a disabled veteran  
19 as defined in AS 29.73.060(e).

20 \* Sec. 6. This Act takes effect January 1, 1984.