

1 IN THE SENATE

BY DUNCAN

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SENATE BILL NO. 367

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to optional exemptions from munic-
7 ipal taxes."

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

9 * Section 1. AS 29.45.050(b) is amended to read:

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(b) A municipality may by ordinance

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(1) classify boats and vessels for the purposes of taxation

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and may establish the assessed valuation of boats and vessels on the

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basis of their registered or certificated net tonnage;

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(2) classify and exempt from taxation

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(A) the property of an organization not organized for

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business or profit-making purposes and used exclusively for

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community purposes if the income derived from rental of that

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property does not exceed the actual cost to the owner of the use

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by the renter;

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(B) historic sites, buildings, and monuments;

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(C) land of a nonprofit organization used for agricul-

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tural purposes if rights to subdivide the land are conveyed to

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the state and the conveyance includes a covenant restricting use

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of the land to agricultural purposes only; rights conveyed to the

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state under this subparagraph may be conveyed by the state only

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in accordance with AS 38.05.069(c);

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(3) exempt personal property from taxation;

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(4) exempt business inventories from taxation;

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(5) classify as to type and exempt or partially exempt any

1 or all types of motor vehicles from taxation;

2 (6) classify as to type and exempt or partially exempt any
3 or all inventories produced from the processing or manufacturing in
4 the state of a natural resource originating in the state;

5 (7) exempt real or personal property used in the processing
6 or manufacturing of fisheries resources from up to 100 percent of the
7 rate of taxes levied on other property; for purposes of this paragraph
8 "fisheries resources" includes all aquatic plants and animals.