

Introduced: 4/20/88
Referred: Community and Regional
Affairs and Finance

5-2153A

1 IN THE SENATE

BY THE LABOR AND COMMERCE
COMMITTEE BY REQUEST

2

SENATE BILL NO. 511

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 an exemption from municipal
taxation for economic development property; and
providing for an effective date."

7

8

9

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

10

* Section 1. AS 29.45.050 is amended by adding a new subsection to

11 read:

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

(1) A municipality may by ordinance exempt from taxation, in whole or in part, economic development property. An ordinance adopted under this subsection may not provide for an exemption that exceeds five years in duration, must establish specific eligibility requirements for the exemption, must require a written application for each exemption demonstrating eligibility, and must subject each exemption to approval by the governing body after a public hearing. The governing body may deny an exemption under this subsection if it finds that the exemption would result in an unreasonable competitive disadvantage to other businesses in the municipality. In this subsection "economic development property" means real or personal property that may be depreciated for federal income tax purposes and is used in a trade or business in a way that creates employment in the municipality, generates sales outside of the municipality of goods or services produced in the municipality, or materially reduces the importation of goods or services from suppliers outside the municipality.

* Sec. 2. This Act takes effect immediately under AS 01.10.070(c).