

**SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 263  
IN THE LEGISLATURE OF THE STATE OF ALASKA  
EIGHTEENTH LEGISLATURE - SECOND SESSION**

**BY REPRESENTATIVES HANLEY, Green, B.Davis, Bunde**

**SENATORS Pearce, Taylor**

**Offered: 1/10/94**

**Referred: Community & Regional Affairs**

**A BILL**

**FOR AN ACT ENTITLED**

**1 "An Act relating to municipal property tax exemptions."**

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

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

**4 (b) A municipality may by ordinance**

**5 (1) classify boats and vessels for the purposes of taxation and may**  
**6 establish the assessed valuation of boats and vessels on the basis of their registered or**  
**7 certificated net tonnage;**

**8 (2) classify and exempt from taxation**

**9 (A) the property of an organization not organized for business**  
**10 or profit-making purposes and used exclusively for community purposes if the**  
**11 income derived from rental of that property does not exceed the actual cost to**  
**12 the owner of the use by the renter;**

**13 (B) historic sites, buildings, and monuments;**

**14 (C) land of a nonprofit organization used for agricultural**

1 purposes if rights to subdivide the land are conveyed to the state and the  
2 conveyance includes a covenant restricting use of the land to agricultural  
3 purposes only; rights conveyed to the state under this subparagraph may be  
4 conveyed by the state only in accordance with AS 38.05.069(c);

5 (3) exempt personal property from taxation;

6 (4) exempt business inventories from taxation;

7 (5) classify as to type and exempt or partially exempt any or all types  
8 of motor vehicles from taxation;

9 (6) classify as to type and exempt or partially exempt any or all  
10 types of aircraft from taxation;

11 (7) exempt or partially exempt from taxation all boats and vessels  
12 that are not documented under the laws of the United States;

13 (8) exempt or partially exempt from taxation all pickup campers,  
14 shells, and canopies;

15 (9) exempt or partially exempt from taxation all unlicensed  
16 motorized all-terrain vehicles, snow machines, and trail bikes.