

HB

376

# STATE OF ALASKA

## DEPARTMENT OF REVENUE

JAY S. HAMMOND, GOVERNOR

STATE OFFICE BUILDING

POUCH SA - JUNEAU 99811

April 7, 1977

The Honorable Lisa Rudd  
Chairman  
House Community & Regional  
Affairs Committee  
Alaska State Legislature  
Room 620 - Court Building  
Juneau, Alaska

Re: House Bill No. 376

Dear Representative Rudd:

House Bill No. 376, an Act providing for property tax relief to homeowners and renters, was introduced in the House on March 21, 1977 and was referred to the House Community & Regional Affairs and Finance Committees.

For the consideration of the House Community & Regional Affairs committee, I am enclosing a Fiscal Note prepared by Mr. Gary L. Jenkins, Director, Audit Division, Department of Revenue, Juneau concerning the proposed legislation.

Very truly yours,



R. D. Stevenson  
Special Assistant

cc: The Honorable Steve Cowper  
Chairman  
House Finance Committee  
Alaska State Legislature  
State Capitol Building  
Juneau, Alaska

Gary L. Jenkins, Director  
Audit Division  
Department of Revenue  
Juneau, Alaska

THE LEGISLATURE OF THE STATE OF ALASKA  
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 376  
Title An Act providing for property tax relief to homeowners and renters  
Requested by House Community & Regional Affairs Committee Date 4/6/77

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_ Revenue \_\_\_\_\_  
Program Category Affected Fiscal Services  
Budget Request Unit(s) Affected Audit and Administrative Services

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES		114.0	114.0	114.0	114.0	114.0
200 TRAVEL		10.0	10.0	10.0	10.0	10.0
300 CONTRACTUAL		14.3	14.3	14.3	14.3	14.3
400 COMMODITIES		2.2	2.2	2.2	2.2	2.2
500 EQUIPMENT		2.8	2.8	2.8	2.8	2.8
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>		<b>143.3</b>	<b>143.3</b>	<b>143.3</b>	<b>143.3</b>	<b>143.3</b>

FUNDING (Thousands of Dollars)

GENERAL FUND		143.3	143.3	143.3	143.3	143.3
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME		3	3	3	3	3
PART TIME		10	10	10	10	10
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Based on the experience of the State of Oregon which has implemented identical legislation, the above staffing would be required to handle the additional taxpayer assistance and return processing and audit. Currently, approximately 12% of their returns are claims for property tax refund with no Oregon tax due. In our case, this would mean that we would receive approximately 24,000 additional returns over what we would normally receive.

This bill would result in a substantial loss of revenue to the State. Based on the 1975 individual income tax returns filed there would be a loss of revenue of \$37,600,000.

IV. DATE 4-6-77 PREPARED BY *Gary Benke*  
AGENCY Department of Revenue, Audit Division  
PHONE 465-2320  
Original: Legislative Finance  
cc: Budget and Management  
Prime Sponsor (First Legislator Named)

**Municipality  
of  
Anchorage**



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ANCHORAGE, ALASKA 99502  
(907) 274-2525

GEORGE M. SULLIVAN,  
MAYOR

OFFICE OF HUMAN DEVELOPMENT  
Senior Citizens Programs

April 20, 1977

The Honorable Lisa Rudd, Chairperson  
Alaska State House of Representatives  
Community and Regional Affairs Committee  
Pouch V  
Juneau, AK 99811

Dear Representative Rudd:

The Anchorage Municipal Senior Citizens Advisory Commission met today and voiced strong opposition to the fact that House Bill 376 would provide tax relief based on income limitations.

Sincerely,

*Rose Palmquist/lb*

Rose Palmquist, Chairperson

LB:RP:kc