

SB

296

FISCAL NOTE

I. REQUEST

Bill/Resolution No. 5 B 296  
 Title Relating to Partial Exemption of Property Tax  
 Requested by Senator Stimson Date 1-21-80

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs  
 Program Category Affected Community Development  
 BRU, Program, or Subprogram(s) Affected State Assessors Office, LGAD Grants  
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		100.0	103.0	116.6	125.9	136.0
200 TRAVEL		0	0	0	0	0
300 CONTRACTUAL		25.0	27.0	29.2	31.5	34.0
400 COMMODITIES		0	0	0	0	0
500 EQUIPMENT		7.5	0	0	0	0
600 LAND & STRUCTURES		0	0	0	0	0
700 GRANTS, CLAIMS, ETC		34,687.4	36,421.8	38,242.9	40,155.0	42,162.8
<b>TOTAL</b>	<b>0</b>	<b>34,819.9</b>	<b>36,556.8</b>	<b>38,388.7</b>	<b>40,312.4</b>	<b>42,332.8</b>

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND	0	34,819.9	36,556.8	38,388.7	40,312.4	42,332.8
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME	0	5	5	5	5	5
PART TIME						
TEMPORARY						

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

S B 296 exempts \$25,000 in value from residential property. Revenue lost to the municipality by implementation of this bill shall be reimbursed by the State. This will necessitate an audit procedure of applications for each municipality. The number of applications to be audited is estimated to be approximately 125,000 in 1981 and an expected growth rate of new applications at 5% each year following.

It is anticipated that computerization of this program will help deter some personal services expenditures, however, it will be necessary to employ 5 clerical positions for the auditing procedures.

The estimated total revenue lost by the municipalities is \$37,355,700 for 1981. This was computed as follows:

IV. DATE 1-21-80 PREPARED BY Steve Van Sant 215  
 AGENCY Community & Regional Affairs  
 Original: Legislative Finance PHONE 465-4787  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)



Official Business

# Alaska State Legislature

Senate

Committee on  
Community & Regional Affairs

Pouch V  
State Capitol  
Juneau, Alaska 99811

February 20, 1980

TO: Senator Bob Mulcahy  
Vice-Chairman  
Senator Tim Kelly  
Senator Pat Rodey  
Senator Terry Stimson  
Senator Brad Bradley  
Senator Ferguson  
Senator Hohman  
Senator Kerttula  
Senator Sumner  
All interested parties

FROM: Senator Arliss Sturgulewski  
Chairman

SUBJECT: SENATE C/RA MEETING - BUTROVICH RM. #207

TUESDAY, FEBRUARY 26, 1980 - 1:30 p.m. (teleconference)

- SB 138 - An Act exempting from assessment and tax levy the value of improvements to real property used for residential purposes; and providing for an effective date.
- SB 431 - An Act exempting from assessment and tax levy the value of improvements to real property that reduce energy consumption; and providing for an effective date.
- SB 296 - An Act providing a partial exemption from assessment for levy and collection of property taxes on residential property; and providing for an effective date.
- SB 299 - An Act reducing the maximum rate of levy for property taxes by municipalities; and providing for an effective date.
- SB 427 - An Act relating to the senior citizens tax exemption.
- SB 389 - An Act relating to the senior citizen property tax exemption; and providing for an effective date.
- SB 456 - An Act exempting personal property owned by senior citizens from municipal property taxes; and providing for an effective date.

- SB 465 - An Act providing a partial exemption from assessment for levy and collection of property taxes on residential property; and providing for an effective date.
- SB 360 - An Act providing for exemption of the residence of a disabled veteran from levy and collection of real property taxes and authorizing reimbursement to municipalities for revenues lost by operation of the exemption; and providing for an effective date.
- SB 154 - An Act providing an exemption from payment of real property taxes for disabled veterans; and providing for an effective date.