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STATE OF ALASKA
THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY
LEGISLATIVE REFERENCE LIBRARY

POUCH Y - STATE CAPITOL
JULYEAU, ALASKA 99811
907-465-3800

May, 1986

Copies of minutes listed below were originally included in this file. The minutes are available on the STAIRS date base CM 14. In order to save space copies of minutes have not been left in the files.

Jeanie Henry

*Senate Community and Regional Affairs,
2/21/85, 3:50*

COMMITTEE REPORT

SENATE

FURTHER:

FINANCE

1/30/85

Date Feb 21 '85

Mr. President

The Committee on C&RA considered SB 113

relating to state and municipal tax exemptions; efd.

and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass
- do pass with attached amendment(s)
- replace with/or adopt CS for _____
- new title
- same title and recommends _____
- and attached a "LETTER OF INTENT" NEW FISCAL NOTE
- reports it back without recommendation
- recommends referral to _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS

[Signature]
[Signature]
[Signature]
[Signature]

[Signature]
Chairman

[Signature]
Chairman recommendation

STATE OF ALASKA
THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY
LEGISLATIVE REFERENCE LIBRARY

POUCH Y - STATE CAPITOL
JUNEAU, ALASKA 99811
907-465-3800

May, 1988

Copies of minutes listed below were originally included in this file. The minutes are available on the STAIRS database CMPR. In order to save space copies of minutes have not been left in the files.

Mary Van Nimwegen

CRA 2-21-85 3:30pm

1 IN THE SENATE

2 SENATE BILL NO. 113

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to state and municipal tax exemp-
7 tions; and providing for an effective date."

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

9 * Section 1. AS 28.10.411(c) is amended to read:

10 (c) A resident 65 years of age or older on January 1 of the as-
11 essment year is entitled to an exemption from the tax levied under
12 AS 28.10.431(b) and the registration fee required [TAX] under this
13 section for one motor vehicle subject to registration under AS 28.10.-
14 421(b)(1), (2), (5), or (6). An exemption may not be granted except
15 upon written application for the exemption on a form prescribed by the
16 department.

17 * Sec. 2. AS 28.10.411(d) is repealed and reenacted to read:

18 (d) The Department of Community and Regional Affairs shall reim-
19 burse a municipality that elects to levy a tax under AS 28.10.431 for
20 revenues lost because of the exemption from the tax provided by (c) of
21 this section. If appropriations are less than the amount necessary
22 for full reimbursement to all municipalities under this section, pay-
23 ments to all municipalities entitled to receive reimbursement under
24 this section must be prorated.

25 * Sec. 3. AS 29.53.020(a) is amended to read:

26 (a) The following property is exempt from general taxation:

27 (1) municipal, state or federally owned property, except
28 that private leaseholds, contracts or other interest in the property
29 shall be taxable to the extent of those interests;

1 (2) household furniture of the head of a family or a house-
2 holder not exceeding \$500 in value;

3 (3) property used exclusively for nonprofit religious,
4 charitable, cemetery, hospital or educational purposes;

5 (4) property of a nonbusiness organization composed entire-
6 ly of persons with 90 days or more of active service in the armed
7 forces of the United States whose conditions of service and separation
8 were other than dishonorable, or the property of the auxiliary of such
9 organization;

10 (5) money on deposit;

11 (6) the real property of certain residents of the state to
12 the extent and subject to the conditions provided in (e) of this
13 section;

14 (7) real property to the extent and subject to the condi-
15 tions provided in (j) of this section;

16 (8) inventories located within a foreign trade zone estab-
17 lished under AS 45.77.010, before those inventories are cleared by the
18 United States Customs Service and admitted into domestic commerce;

19 (9) real property or an interest in real property that is
20 exempt from taxation under 43 U.S.C. 1620(d), as amended;

21 (10) a motor vehicle of certain residents of the state to
22 the extent and subject to the conditions provided in (m) of this sec-
23 tion.

24 * Sec. 4. AS 29.53.020(a) is amended to read:

25 (a) The real property owned and occupied as a permanent place of
26 abode by a resident 65 years of age or older [OVER] or by a disabled
27 veterans is exempt from taxation of the first \$200,000 of the assessed
28 value of the real property. A municipality may, in the case of hard-
29 ship to an individual, provide for exemption beyond the first \$200,000

1 of assessed value under regulations of the Department of Community and
2 Regional Affairs. Only one exemption may be granted for the same
3 property and, if two or more persons are eligible for an exemption for
4 the same property, the parties shall decide between or among them-
5 selves which will [SHALL] receive the benefit of the exemption. The
6 surviving spouse of a person who had been receiving the benefits of an
7 exemption may continue to receive the benefits of the exemption if the
8 surviving spouse is at least 55 years of age. Real property may not
9 be exempted under this subsection if the assessor determines, after
10 notice and hearing to the parties concerned, that the property was
11 conveyed to the applicant primarily for the purpose of obtaining the
12 exemption. The determination of the assessor may be appealed under
13 AS 44.62.560 -- 44.62.570.

14 * Sec. 5. AS 29.53.020(f) is amended to read:

15 (f) An exemption may not be granted except upon written applica-
16 tion for the exemption on a form approved by the state assessor for
17 use by local assessors. The claimant must file the application no
18 later than January 15 of the assessment year for which the exemption
19 is sought, but during the same year the governing body of the munici-
20 pality for good cause shown may waive the claimant's failure to make
21 timely application for the exemption for that year and authorize the
22 assessor to accept the application as if timely filed. The claimant
23 must file a separate application for each exemption and for each as-
24 essment year in which the exemption is sought. The assessor shall
25 allow an exemption if [IF] an application is filed within the required
26 time and [IS APPROVED BY THE ASSESSOR, THE ASSESSOR SHALL ALLOW AN
27 EXEMPTION] in accordance with the provisions of this section. If a
28 claimant whose failure to file by January 15 of the assessment year
29 has been waived under [AS PROVIDED IN] this subsection and the

1 application for exemption is approved, the amount of tax that the
2 claimant may have already paid for the assessment year with respect to
3 the property exempted must [SHALL] be refunded to the claimant. The
4 assessor shall require proof in the form the assessor considers neces-
5 sary of the right to and amount of an exemption claimed under this
6 section, and shall require a disabled veteran claiming an exemption
7 under (e) of this section to provide evidence of the disability rat-
8 ing. The assessor may require proof under this section at any time.

9 * Sec. 6. AS 29.53.020 is amended by adding new subsections to read:

10 (m) One motor vehicle owned by a resident 65 years of age or
11 older on January 1 of the assessment year is exempt from the property
12 tax levied by a municipality under AS 29.53.010. Only one exemption
13 may be granted for the same motor vehicle and, if two or more persons
14 are eligible for an exemption for the same motor vehicle, the parties
15 shall decide who will receive the exemption. A motor vehicle that the
16 assessor determines, after notice and hearing to the parties con-
17 cerned, has been conveyed to the applicant primarily for the purpose
18 of obtaining the exemption may not be exempted under this subsection.

19 (n) The state shall reimburse a municipality for the revenue
20 lost to it under (m) of this section. To the extent that a municipal-
21 ity exempts motor vehicles from taxation under AS 29.53.025(b)(4) that
22 would otherwise be exempt under this section, no reimbursement will be
23 made under this subsection.

24 (o) If appropriations made for the purpose of reimbursement to a
25 municipality under (g) and (n) of this section are inadequate to pro-
26 vide full reimbursement to each municipality entitled to reimburse-
27 ment, payments to all municipalities entitled to receive reimbursement
28 under this section must be prorated.

29 * Sec. 7. AS 29.73.060(c) is amended to read:

1 (c) To obtain a tax equivalency payment, the eligible resident
2 must apply to the department for payment for the preceding year by
3 January 15 of each year, on forms and in the manner prescribed by the
4 department. The department for good cause shown may waive an appli-
5 cant's failure to make timely application for a tax equivalency pay-
6 ment for the preceding year and accept the application as if timely
7 filed. Each applicant shall submit with the application rental re-
8 cepts or, if rental receipts are not available, other evidence satis-
9 factory to the department for determination of the fact of payment of
10 rent and the amount paid. A disabled veteran shall submit with the
11 application evidence of the disability rating.

12 * Sec. 8. AS 29.73.060 is amended by adding a new subsection to read:

13 (f) If appropriations made for the purpose of implementing this
14 section are inadequate to provide full property tax equivalency pay-
15 ments to each resident of the state entitled to receive a payment
16 under this section, payments to each resident entitled to receive a
17 payment under this section must be prorated.

18 * Sec. 9. AS 29.73.062(b) is amended to read:

19 (b) The amount of a reimbursement payment under this section
20 equals the amount of sales taxes paid on the abode during the preced-
21 ing year by the eligible resident. If appropriations are less than
22 the amount necessary for full reimbursement to all eligible residents
23 under this section, payments to residents entitled to receive reim-
24 bursments must be prorated.

25 * Sec. 10. This Act takes effect January 1, 1986.
26
27
28
29

STATE OF ALASKA 1985 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: SB 113
 Title: State & Municipal Tax
 Sponsor: _____
 Requestor: DC & RA
 Date of Request: _____

FISCAL DETAIL

Agency Affected: C & RA
 Program Category Affected: _____
Social Service
 BRU, Program or Subprogram(s) Affected:
Senior Citizens/disabled veterans tax relief

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
OPERATING						
100 PERSONAL SERVICES	0		25.4	26.7	28.0	29.4
200 TRAVEL						
300 CONTRACTUAL			.5	.5	.6	.6
400 SUPPLIES			.2	.2	.2	.2
500 EQUIPMENT			.8	-0-	-0-	-0-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS	0	(151.3)	(166.4)	(183.0)	(201.3)	(221.4)
800 MISCELLANEOUS						
TOTAL OPERATING	0	(151.3)	(139.5)	(155.6)	(172.5)	(191.2)

CAPITAL						
----------------	--	--	--	--	--	--

REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND		(151.3)	(139.5)	(155.6)	(172.5)	(191.2)
FEDERAL FUNDS						
OTHER						
TOTAL	0	(151.3)	(139.5)	(155.6)	(172.5)	(191.2)

POSITIONS:

FULL-TIME	0	0	1	1	1	1
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

(See attached page)

Prepared By: Bob Kern Assistant State Assessor SK Phone: 465-4735
 Division: Municipal & Regional Assistance Date: 1/7/85

Approved by Commissioner: Ann Holt Date: 1/9/85
 Agency: _____

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

7/1/84

State of Alaska
1985 Legislative Session
Fiscal Note
ANALYSIS

Bill No.: _____

Title: State and Municipal Tax Exemption

Assumptions:

1. The estimated savings of \$20,000 in the motor vehicles tax exemption program is a fairly conservative estimate.
2. The \$200,000 cap on assessed value exempted under the senior citizens/disabled veterans homeowners tax exemption should produce a savings equal to 5% of the funding for the program.
3. After FY 87 personal services and contractual increased annually by 5%.
4. Grant savings increase 10% annually due to inflation and increasing importance of \$200,000 assessed value cap.

Program Summary: This bill would correct errors in the existing motor vehicles tax exemption program which now pays some municipalities twice and reimburses other municipalities that exempt all residents from this levy. The bill also curtails the exemptions allowed for senior citizen/disabled veterans homeowners to the first \$200,000 of assessed value.

1. Positions: This bill will create additional work in the State Assessor's office to address prorationing and motor vehicle exemption changes. However, the department in taking a conservative approach to new positions, will not ask for additional staff at this time to address this and other new programs for disabled veterans and rural citizens that were created by the 13th Legislature. If this bill is enacted and when the new programs become fully operational the State Assessor's office will then review the adequacy of staffing levels. Since additional staff may be needed a Clerk Typist III is included starting with the FY 87 budget.
2. Funding: The bill should produce a general fund savings to the State of \$151,300 in FY 86.
3. Section cost Analysis: General Fund savings are all in the grants line item. Costs which offset savings to some extent may begin in FY 87. This due to the need to hire a clerical position to address additional work.

Computations: \$20,000 will be saved due to the correction of the motor vehicles tax exemption program. \$131,300 (5% of the program's funding) will be saved by imposing the \$200,000 assessed value limitation on the senior citizen/disabled veterans homeowners tax exemption program.

Impact on Local Government: Under the homeowners tax exemption program only \$200,000 of the assessed value would be exempt. Therefore, the local assessor's staff would have to compute and levy against the remaining value and bill the senior citizen/disabled veteran for the balance.

1.	POSITION TITLE Clerk Typist III for FY 87	STAFF MONTHS 12	RP NUMBER	PCN NUMBER	RANGE/STEP 08/A	BARG. UNIT GGU	PAGE/LINE	APPROV.	DISAPP.
2.	TYPE OF POSITION PET	ADDITION			BRU PRIORITY	LOCATION Juneau	ELECTION DISTRICT	COV. LEG.	

3.	CURTAINMENT LEVEL	AMOUNT
4.	TYPE OF EXPENDITURE	3
5.	PERSONAL SERVICES	
6.	Salary	19,570
7.	Benefits	5,871
8.	Supplemental Benefits	
9.	Fixed Benefits	
10.	TOTAL PERSONAL SERVICES	25,441
11.	Travel	0
12.	Contractual	500
13.	Commodities	200
14.	Equipment	800
15.	Other	
	TOTAL COST	26,941

16.	RECEIPT CODE	FUNDING SOURCE
17.		Federal Receipts 1002
18.		G.F. Match 1003
19.		General Funds 1004
20.		I-A Receipts 1005
21.		Program Receipts 1028
		Other
		26.9

FOR B&M USE ONLY
KEY NUMBER _____

JUSTIFICATION

This position may be needed in FY 87 to handle growing workload demands as a result of a modified motor vehicle tax exemption program, proposed prorating of re-imbursments for senior citizen/disabled veterans home-owners tax exemptions and the inclusion of disabled veterans and rural residents in tax relief programs. There is some uncertainty on whether this work can be absorbed by existing staff and that is why it is not proposed for consideration until FY 87.

AGENCY Community and Regional Affairs

PROGRAM Community Development

BRU Local Government Assistance

COMPONENT State Assessor

Page _____ of _____

Revised Date _____

FY 86

REQUEST FOR
NEW POSITION



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

sb 113

January 30, 1985

The Honorable Don Bennett
President of the Senate
Alaska State Legislature
Pouch V
Juneau, AK 99811

Dear Senator Bennett:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill relating to state and municipal tax exemptions.

Alaska statutes provide senior citizens with exemptions from certain state and municipal fees and taxes. The state either reimburses the municipalities for revenue lost as a result of the exemptions or directly reimburses senior citizens for taxes paid.

This bill allows the Department of Community and Regional Affairs to prorate reimbursements to municipalities and individuals if appropriations are insufficient to cover all reimbursements. The bill creates new exemptions from municipal registration and property taxation for motor vehicles owned by senior citizens, and requires the department to reimburse municipalities for revenue lost as a result of the exemptions.

The bill also removes a provision that has resulted in double payments -- one from the state and one from senior citizens -- to some municipalities for vehicles owned by senior citizens in those municipalities.

A section-by-section description of the bill follows:

Section 1 extends the senior citizen exemption from the state motor vehicle registration fee (AS 28.10.411 and 28.10.421) to the municipal registration tax (AS 28.10.431). This section limits the exemption to vehicles used for personal, rather than commercial, uses. In making this change, this section also removes an inaccurate and confusing use of the word "tax."

Section 2 limits reimbursements to municipalities to the amount of revenue lost as a result of the senior citizen

exemption from the municipal registration tax. This section allows the department to prorate reimbursement if appropriations are less than the amount needed for full reimbursement.

Section 3 adds senior citizen-owned motor vehicles to the list of property that is exempt from municipal property taxes. (See sec. 6 of this bill.)

Section 4 limits the amount of exemption from property taxation of a home owned by a senior citizen to the first \$200,000 of the assessed value of the property. This section provides for additional exemption beyond that amount in case of hardship. It also allows the surviving spouse of a person who received the exemption to continue the exemption if the surviving spouse is at least 55 years of age.

Section 5 requires a separate application for each exemption claimed under AS 29.53.020. And it removes some inappropriate language regarding approval by the assessor.

Section 6 exempts one motor vehicle owned by a resident 65 years of age or older from municipal property taxation (see sec. 3 of this bill). This section also requires the state to reimburse municipalities for revenue lost as a result of this exemption, but only to the extent that the vehicle is not already exempt under AS 29.53.025(b)(4) (regarding optional tax exemptions). And it provides for proration of reimbursement.

Section 7 limits the department's authority to waive the untimeliness of an application for senior citizen property tax equivalency payment to the year following the year for which the payment is claimed.

Section 8 provides for proration of senior citizen property tax equivalency payments.

Section 9 provides for proration of senior citizen rent sales tax reimbursement.

Section 10 provides for a January 1, 1986 effective date.

Sincerely,



Bill Sheffield
Governor



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

January 30, 1985

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President of the Senate
Alaska State Legislature
Pouch V
Juneau, AK 99811

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exemption from the municipal registration tax. This section allows the department to prorate reimbursement if appropriations are less than the amount needed for full reimbursement.

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Section 7 limits the department's authority to waive the untimeliness of an application for senior citizen property tax equivalency payment to the year following the year for which the payment is claimed.

Section 8 provides for proration of senior citizen property tax equivalency payments.

Section 9 provides for proration of senior citizen rent sales tax reimbursement.

Section 10 provides for a January 1, 1986 effective date.

Sincerely,



Bill Sheffield
Governor

STATE OF ALASKA 1985 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: SB 113
Title: State & Municipal Tax

Sponsor: _____
Requestor: DC & RA
Date of Request: _____

FISCAL DETAIL

Agency Affected: C & R A
Program Category Affected: _____
Social Service
BRU, Program or Subprogram(s) Affected: _____
Senior Citizens/disabled veterans tax relief

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
OPERATING						
100 PERSONAL SERVICES	0		25.4	26.7	28.0	29.4
200 TRAVEL						
300 CONTRACTUAL			.5	.5	.6	.6
400 SUPPLIES			.2	.2	.2	.2
500 EQUIPMENT			.8	-0-	-0-	-0-
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS	0	(151.3)	(166.4)	(183.0)	(201.3)	(221.4)
800 MISCELLANEOUS						
TOTAL OPERATING	0	(151.3)	(139.5)	(155.6)	(172.5)	(191.2)
CAPITAL						
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND		(151.3)	(139.5)	(155.6)	(172.5)	(191.2)
FEDERAL FUNDS						
OTHER						
TOTAL	0	(151.3)	(139.5)	(155.6)	(172.5)	(191.2)

POSITIONS:

FULL-TIME	0	0	1	1	1	1
PART-TIME						
TEMPORARY						

ANALYSIS: Attach a separate page if necessary

(See attached page)

Prepared By: Bob Kern Assistant State Assessor *BK* Phone: 465-4735
Division: Municipal & Regional Assistance Date: 1/7/85

Approved by Commissioner: *Ann Holt* Date: 1/9/85
Agency: _____

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

7/1/84

State of Alaska
1985 Legislative Session
Fiscal Note
ANALYSIS

Bill No.: _____

Title: State and Municipal Tax Exemption

Assumptions:

1. The estimated savings of \$20,000 in the motor vehicles tax exemption program is a fairly conservative estimate.
2. The \$200,000 cap on assessed value exempted under the senior citizens/disabled veterans homeowners tax exemption should produce a savings equal to 5% of the funding for the program.
3. After FY 87 personal services and contractual increased annually by 5%.
4. Grant savings increase 10% annually due to inflation and increasing importance of \$200,000 assessed value cap.

Program Summary: This bill would correct errors in the existing motor vehicles tax exemption program which now pays some municipalities twice and reimburses other municipalities that exempt all residents from this levy. The bill also curtails the exemptions allowed for senior citizen/disabled veterans homeowners to the first \$200,000 of assessed value.

1. Positions: This bill will create additional work in the State Assessor's office to address prorationing and motor vehicle exemption changes. However, the department in taking a conservative approach to new positions, will not ask for additional staff at this time to address this and other new programs for disabled veterans and rural citizens that were created by the 13th Legislature. If this bill is enacted and when the new programs become fully operational the State Assessor's office will then review the adequacy of staffing levels. Since additional staff may be needed a Clerk Typist III is included starting with the FY 87 budget.

2. Funding: The bill should produce a general fund savings to the State of \$151,300 in FY 86.

3. Section cost Analysis: General Fund savings are all in the grants line item. Costs which offset savings to some extent may begin in FY 87. This due to the need to hire a clerical position to address additional work.

Computations: \$20,000 will be saved due to the correction of the motor vehicles tax exemption program. \$131,300 (5% of the program's funding) will be saved by imposing the \$200,000 assessed value limitation on the senior citizen/disabled veterans homeowners tax exemption program.

Impact on Local Government: Under the homeowners tax exemption program only \$200,000 of the assessed value would be exempt. Therefore, the local assessor's staff would have to compute and levy against the remaining value and bill the senior citizen/disabled veteran for the balance.

1.	POSITION TITLE Clerk Typist III for FY 87				RANGE/STEP 08/A	BARG. UNIT GGU	PAGE/LINE	COV.	APPROV.	DISAPP.
2.	TYPE OF POSITION PFT	STAFF MONTHS 12	RP NUMBER	PCN NUMBER	BRU PRIORITY	LOCATION Juneau	ELECTION DISTRICT	LEG.		
3.	CONTINUATION LEVEL				JUSTIFICATION					
4.	TYPE OF EXPENDITURE			AMOUNT						
	1		2		3					
	PERSONAL SERVICES									
5.	Salary		19,570							
6.	Benefits		5,871							
7.	Supplemental Benefits									
8.	Fixed Benefits									
9.	TOTAL PERSONAL SERVICES		01		25,441					
10.	Travel		02		0					
11.	Contractual		03		500					
12.	Commodities		04		200					
13.	Equipment		05		800					
14.	Other									
15.	TOTAL COST				26,941					
	RECEIPT CODE	FUNDING SOURCE								
16.		Federal Receipts 1002								
17.		C.F. Match 1003								
18.		General Funds 1004		26,9						
19.		I-A Receipts 1005								
20.		Program Receipts 1028								
21.		Other								
FOR B&M USE ONLY KEY NUMBER _____										

This position may be needed in FY 87 to handle growing workload demands as a result of a modified motor vehicle tax exemption program, proposed prorationing of re-imbursments for senior citizen/disabled veterans homeowners tax exemptions and the inclusion of disabled veterans and rural residents in tax relief programs. There is some uncertainty on whether this work can be absorbed by existing staff and that is why it is not proposed for consideration until FY 87.

**REQUEST FOR
NEW POSITION**

AGENCY Community and Regional Affairs
 PROGRAM Community Development
 BRU Local Government Assistance
 COMPONENT State Assessor

Page _____ of _____
 Revised Date _____

FY 86

Scott Burgess - League supports this
bill - know it is 50% funding

Is there a restriction on replacing
outmoded systems -

Hayden

Answer is yes and no -

Under Village Safewater Program - yes -
under present statute "NO"

SB 113 - Doug Griffin

John Wolfe - Dir of Alder ^{Alaskan} ~~Persons~~ Cotecussion

Property rich - income poor
income rich - property poor

~~Concerns that it is based on~~

Don't like basing exemption on
property value.

Your admin cost will increase because you will have to determine

Sturg - Can you suggest an amendment to fix what you feel is problem

Wolfe - Income is a better way to measure than property evaluation

Fischer - if we put in income based exemption ~~this~~ this bill will die

Don't want to define what "hardship" is --
rather see how it works --
and then if problems - work on it

Wolfe - Do support limit but not this way

Burgess - Appeal to Corro to see that this program is funded - don't want it to be half-funded

Burgess
~~Ferguson~~ Is there a need for supplemental
this yr —

Grafflin - yes \$325,000

SENIOR CITIZEN MOTOR VEHICLE REGISTRATION TAX
FY 84 PROGRAM

MUNICIPALITY	NO. OF AFFIDAVITS	\$ MVRT	TOTAL		% OF TOTAL	
			NO. OF AFFIDAVITS	\$ MVRT	NO. OF AFFIDAVITS	\$ MVRT
<u>EXEMPT SENIORS</u>						
ANCHORAGE, MUNICIPALITY OF	2,473	\$48,723				
BRISTOL BAY BOROUGH	7	90				
KETCHIKAN GATEWAY BOROUGH	353	7,025				
KODIAK ISLAND BOROUGH	100	2,335				
MATANUSKA-SUSITNA BOROUGH	717	14,131				
PETERSBURG, CITY OF	110	2,185				
			3,760	\$74,489	60.45%	64.35%
<u>NO TAX ON VEHICLES</u>						
FAIRBANKS NORTH STAR BOROUGH	837	\$11,528				
JUNEAU, CITY & BOROUGH OF	467	11,274				
CORDOVA, CITY OF	47	745				
CRAIG, CITY OF	7	55				
EAGLE, CITY OF	2	20				
KAKE, CITY OF	1	5				
ST. MARY, CITY OF	4	55				
VALDEZ, CITY OF	32	370				
WRANGELL, CITY OF	51	615				
YAKUTAT, CITY OF	5	30				
			1,453	\$24,697	23.36%	21.34%
<u>SENIORS NOT EXEMPT</u>						
HAINES BOROUGH	99	\$ 1,790				
KENAI PENINSULA BOROUGH	666	11,092				
SITKA, CITY & BOROUGH	135	2,145				
DILLINGHAM, CITY OF	15	255				
NENANA, CITY OF	17	305				
NCME, CITY OF	36	510				
PELICAN, CITY OF	1	10				
SKAGWAY, CITY OF	28	350				
WHITTIER, CITY OF	10	105				
			1,007	\$16,562	16.19%	14.31%
TOTAL REIMBURSED			6,220	\$115,748		
NON-REIMBURSABLE (Outside Taxing Jurisdictions)	232	\$ 3,317				
TOTAL	6,452	\$119,065				

SENIOR CITIZEN MOTOR VEHICLE REGISTRATION TAX PAYMENT
AS 28.10.411(d)

The law requiring payment was enacted effective October 15, 1978. (ch 178 SLA 1978)

Administration began on January 1, 1979 by the Division of Motor Vehicles.

"The Department of Community and Regional Affairs shall pay to the borough or city in which a person who is granted an exemption under (c) of this section resides, an amount equal to the tax levied under section 431(b) of this chapter regardless of whether the borough or city is eligible for the tax levied under that section."

* The law provides for exemption from the locally imposed, state collected registration tax on a motor vehicle owned by a Senior Citizen. The Senior Citizen completes an exemption form at the time of registration and is exempt from the tax. That form is then forwarded to the Department of Community and Regional Affairs and the appropriate municipality is reimbursed.

A summary of program payments by municipalities for Fiscal Year 1984 is provided on the following page.

The five-year program performance summary is outlined below:

<u>FISCAL YEAR</u>	<u>NUMBER OF AFFIDAVITS</u>	<u>MUNICIPAL REIMBURSEMENT</u>	<u>AVERAGE PER AFFIDAVIT</u>
FY 80	2,696	\$ 50,435	\$18.71
FY 81	5,127	\$ 88,156	\$17.19
FY 82	5,141	\$ 93,089	\$18.10
FY 83	6,053	\$110,839	\$18.31
FY 84	6,220	\$115,748	\$18.60

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SENIOR CITIZEN MOTOR VEHICLE REGISTRATION TAX
FY 84 PROGRAM

MUNICIPALITY	NO. OF AFFIDAVITS	\$ MVRT	TOTAL		% OF TOTAL	
			NO. OF AFFIDAVITS	\$ MVRT	NO. OF AFFIDAVITS	\$ MVRT
<u>EXEMPT SENIORS</u>						
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