

LEG. FINANCE - BILLS 1977 - 1978
CSHB 5 cont., thru HB 10

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB No. 5 - SB No. 6

Title An act relating to exemption from real property taxes for senior citizens

Requested by House & Senate C&RA Committees

Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			247.8	314.7	399.7	
TOTAL		247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND		247.8	314.7	399.7	
FEDERAL FUNDS					
OTHER (Specify)					

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

Governors Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (est. FY 79 - \$1,746.2)

Number of applicants 2817 = 8% increase over FY 77 - 2608.

2% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

HB #5 - SB #6 - Amends AS 29.53.020(e) and provides full exemption FY 79.

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 3042 = Average tax per applicant \$655.5

Increased FY 79 grant for full funding \$247.8 = Total FY 79 Grant \$1,994.0

DATE 2-2-77

PREPARED BY S. Richard Dozier, State Assessor

AGENCY Community & Regional Affairs

PHONE: 465-4730

Original sponsors: Rhode, Malone,
Snider, et al

Offered: 1/28/77
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to exemption from real property taxes
7 for senior citizens; and providing for an effective
8 date."

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

10 * Section 1. AS 29.53.020(e) is amended to read:

11 (e) The real property owned and occupied as a permanent place of
12 abode by a resident 65 years of age or over is exempt from taxation of
13 the assessed value of the real property [UP TO AND INCLUDING AN ASSESSED
14 VALUE LIMIT DETERMINED NO LATER THAN JANUARY 15 OF EACH YEAR BY THE
15 COMMISSIONER OF THE DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS. THE
16 ASSESSED VALUE LIMIT IS THE UPPER LIMIT OF THE THIRD QUARTILE CLASS IN
17 A FREQUENCY DISTRIBUTION OF PREVIOUS YEAR ASSESSED VALUES IN THE STATE].
18 Only one exemption may be granted with respect to the same property and,
19 if two or more persons are eligible for an exemption with respect to the
20 same property, the parties shall decide between or among themselves which
21 shall receive the benefit of the exemption. No real property may be
22 exempted under this subsection which the assessor determines, after
23 notice and hearing to the parties concerned, has been conveyed to the
24 applicant primarily for the purpose of obtaining the exemption. The
25 determination of the assessor is appealable under AS 44.62.560 - 44.62.-
26 570.

27 * Sec. 2. This Act is retroactive to January 1, 1977.

28 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
29 070(c).

1 IN THE HOUSE

2 BY RHODE AND MALONE

3 HOUSE BILL NO. 5

4 IN THE LEGISLATURE OF THE STATE OF ALASKA

5 TENTH LEGISLATURE - FIRST SESSION

6 A BILL

7 For an Act entitled: "An Act relating to exemption from real property taxes
8 for senior citizens."

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15 COMMISSIONER OF THE DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS. THE
16 ASSESSED VALUE LIMIT IS THE UPPER LIMIT OF THE THIRD QUARTILE CLASS IN
17 A FREQUENCY DISTRIBUTION OF PREVIOUS YEAR ASSESSED VALUES IN THE STATE].
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19 if two or more persons are eligible for an exemption with respect to the
20 same property, the parties shall decide between or among themselves
21 which shall receive the benefit of the exemption. No real property may
22 be exempted under this subsection which the assessor determines, after
23 notice and hearing to the parties concerned, has been conveyed to the
24 applicant primarily for the purpose of obtaining the exemption. The
25 determination of the assessor is appealable under AS 44.62.560 - 44.62.-
26 570.

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS HB No. 5

Title An act relating to exemption from real property taxes for senior citizens
Requested by House & Senate C&RA Committees Date 17/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-03-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	195.1	247.8	314.7	399.7		
TOTAL	195.1	247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND	195.1	247.8	314.7	399.7	
FEDERAL FUNDS					
OTHER (Specify)					

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

Governors Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (40,000 assessed value limitation.)
Number of applicants 2817 = 8% increase over FY 77 - 2608.

77% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.
23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from
\$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

CS HB #5 - Amends AS 29.53.020(e) by providing full exemption FY 78 -

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 2817 = Average tax per applicant \$557.3

Increased FY 78 grant for full funding \$195.1 = Total FY 78 Grant \$1570.1

Administrative Costs: No additional funds requested FY 78.

No additional funds requested or provided to implement the limitation formula Sec. 1,
ch 217, SLA 1976.

IV. DATE 2-2-77

PREPARED BY Robert Doren
AGENCY Community & Regional Affairs

Original: Legislative Finance

PHONE 465-4730

cc: Budget and Management

Prime Sponsor (First Legislator Named)

APPENDIX. B

SENIOR CITIZEN
PROPERTY TAX EXEMPTION
AS 29.53.020(e)-(i)

APPENDIX B

SENIOR CITIZEN PROPERTY TAX EXEMPTION AS 29.53.020(e)-(i)

Effective January 1, 1973, the first Senior Citizen Property Tax Exemption Program was enacted. (ch 118 SLA 1972) Effective January 1, 1974, the \$10,000 gross annual income limitation as a prerequisite to eligibility was deleted. (Sec. 1 ch 60 SLA 1974) Effective January 1, 1975, an extension of the filing date deadline for good cause shown was authorized. (Sec. 1 ch 65 SLA 1975) Effective January 1, 1977, a formula was adopted for determining an assessed value exemption limit each year. (Sec. 1 ch 217 SLA 1976)

AS 29.53.020(e): "... the assessed value limit is the upper limit of the third quartile class in a frequency distribution of previous year assessed values in the state..."

The property tax exemption limit for the 1977 tax year has been determined to be the assessed value of the real property up to and including 40,000 in assessed value. The frequency distribution of assessed values approved for exemption in the 1976 program is illustrated in Table B-2.

In response to objections to the assessed value limit, a "circuit breaker" assistance amendment is proposed. The amendment is a favorable and acceptable measure intended to relieve disproportionate impact to senior citizen income affected by tax values over the exemption limit.

The property tax exemption application form 21-400 has been expanded to allow senior citizen homeowners to renew special assessment deferrals, AS 29.63.065, on the same form; in order to avoid duplicate verification of qualifying criteria each year. (See Appendix C, Senior Citizen Special Assessment Exemption)

A breakdown of the 1976 program impact listed by participating municipalities, is illustrated in Table B-1.

A four-year performance summary of the property tax exemption program is outlined below:

Tax Year	Number of Applications Approved	Assessed Value Exempt	Total Revenue Reimbursement	Average Value Per Application	Average Tax Per Application
1973	911	12,960,993	\$ 197,050	14,227	\$216
1974	1,887	40,342,657	631,891	21,644	335
2 ¹ 975	2,426	59,918,061	930,915	24,698	384
1976	2,608	76,737,060	1,171,227	29,424	449

¹\$10,000 income limit deleted

²Extended filing deadline

TABLE B-1
SENIOR CITIZEN PROPERTY TAX EXEMPTION, AS 29.53.020(e)
1976 PROGRAM SUMMARY

<u>BOROUGHS</u>	<u>NUMBER OF APPLICATIONS APPROVED</u>	<u>ASSESSED VALUE EXEMPT</u>	<u>TAX EXEMPT</u>	<u>AVERAGE VALUATION PER APPLICATION</u>	<u>AVERAGE TAX PER APPLICATION</u>
Anchorage, Municipality	886	29,560,962	\$ 552,525.42	33,365	\$624
Bristol Bay	7	83,825	1,173.55	11,975	168
Fairbanks North Star	334	9,954,475	130,318.05	29,804	390
Haines	23	434,086	4,780.11	18,873	208
Juneau, City & Borough	254	10,052,250	149,737.84	39,576	590
Kenai Peninsula	247	5,135,050	74,140.10	20,790	300
Ketchikan Gateway	208	5,367,165	91,003.58	25,804	438
Kodiak Island	68	1,522,622	22,659.52	22,392	333
Matanuska-Susitna	212	5,453,020	50,316.29	25,722	237
North Slope	19	305,410	3,145.73	16,074	166
Sitka, City & Borough	95	3,598,790	17,993.95	37,882	189
TOTAL BOROUGHS	<u>2,353</u>	<u>71,467,655</u>	<u>\$1,097,749.14</u>	<u>30,373</u>	<u>\$467</u>

<u>CITIES</u>					
Cordova	33	670,380	\$ 12,402.07	20,315	\$376
Craig	8	96,010	1,056.11	12,001	132
Dillingham	16	423,702	7,838.60	26,481	490
Nenana	1	3,700	37.00	3,700	37
Nome	49	390,960	6,992.11	7,979	143
Pelican	3	16,941	237.16	5,647	79
Petersburg	59	1,611,790	19,341.50	27,318	328
Skagway	19	467,467	8,414.40	24,604	443
Unalaska	3	72,100	1,261.76	24,033	421
Valdez	10	337,640	3,374.89	33,764	337
Wrangell	54	1,178,715	12,477.49	21,828	231
TOTAL CITIES	<u>255</u>	<u>5,269,405</u>	<u>\$ 73,433.09</u>	<u>20,664</u>	<u>\$288</u>
<u>BOROUGHS</u>	<u>2,353</u>	<u>71,467,655</u>	<u>\$1,097,749.14</u>	<u>30,373</u>	<u>\$467</u>
<u>CITIES</u>	<u>255</u>	<u>5,269,405</u>	<u>73,433.09</u>	<u>20,664</u>	<u>288</u>
<u>STATEWIDE TOTAL</u>	<u>2,608</u>	<u>76,737,060</u>	<u>\$1,171,227.23</u>	<u>29,424</u>	<u>\$449</u>

TABLE B-2
SENIOR CITIZEN PROPERTY TAX EXEMPTION
1976 TAX YEAR PROGRAM

FREQUENCY DISTRIBUTION: INTERVALS IDENTIFIED BY LOWER LIMITS

BOROUGHS	Range		Frequencies of Assessed Value (in thousands) in Intervals of 5,000																			Total ^a	
	Low	High	0	5	10	15	20	25	30	35	40	45	50	55	60	65	70	75	80	85	90	95+	
Anchorage	0.4	230	63	38	27	88	98 ¹	102	131 ²	89	64 ³	53	39	26	17	14	7	3	4	4	15	835	
Bristol Bay*	11.9	26			2 ¹	1	2 ²	1 ³	1													7	
Fairbanks	0.3	109	7	28	44	32 ¹	50	41 ²	24	20	19 ³	19	15	9	7	9	1	3	2	1	1	2	334
Haines	2.3	49	5	1	2 ¹	6 ²	4	1 ³		2	1	1										23	
Juneau	1.0	142	6	8	13	17	22 ¹	20	21	32 ²	28	24	12 ³	18	7	9	3	2	1	3	2	6	254
Kenai	2.5	70	13	48	37 ¹	41 ²	33	19 ³	18	16	10	6	1	1	1	1	2					247	
Ketchikan	2.0	93	8	16	21	38 ¹	30 ²	26	26 ³	22	6	4	1	3		1	2	1	2	1		203	
Kodiak	0.6	48	7	14 ¹	4	4	8 ²	11	6 ³	7	6	1										62	
Matanuska-Susitna	0.5	83	19	14	25 ¹	19	30 ²	29	27 ³	16	10	10	3	4	1	2	1	1	1			212	
North Slope*	10.6	51			4	1 ¹	1	7 ²	4 ³			1	1									19	
Sitka	1.0	122	4	7	5	8 ¹	10	12	7 ²	7	2	4 ³	5	2	3	2	1	1	1	1		95	
TOTAL	0.4	230	132	174	184	255 ¹	288	269 ²	265	211 ³	151	121	76	65	35	39	18	11	9	12	8	29	2,353
<u>CITIES</u>																							
Cordova			5		8	1	2	5			1	1	2	1	1							33	
Craig			1	2	4		1															8	
Dillingham					2	2	3	3	2	3		1										16	
Nenana			1																			1	
Nome			21	15	5	3	2	3														49	
Pelican			1	2																		3	
Petersburg			1	1	5	13	12	5	5	6	3	3	3	1	1							55	
Skagway				2	2	3	3	3	3	1	2											13	
Unalaska			1	1																		3	
Valdez				1		1		2		1	1	3	1									10	
Wrangell			4	9	7	8	7	5	5	3	2	2	2	1	1	2						54	
TOTAL	0.5	68	36	38 ¹	34	30 ²	30	26 ³	15	14	9	10	6	2	5							255	
STATEWIDE TOTAL	0.4	230	168	212	218	285 ¹	318	295 ²	280	225 ³	160	131	82	68	40	39	18	11	9	12	8	29	2,603
<i>(15,945) (26,745) (39,020)</i>																							

¹ First Quartile

² Median

³ Third Quartile

* Includes 10,000 Value Municipal Residential Property Exemption, AS 29.53.025(a)

ALASKA ADMINISTRATIVE CODE TITLE 19
DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS

CHAPTER 40
SENIOR CITIZEN PROPERTY TAX EXEMPTION

19 AAC 40.010. METHOD OF APPLICATION. Applications for the senior citizen property tax exemption shall be on forms provided by the Department of Community and Regional Affairs. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.020. FORMS. Form 21-400 is hereby adopted by the department for use in the application for senior citizen property tax exemptions. (Eff. 1/28/73, Reg. 45; am 1/27/74, Reg. 48)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.030. OBTAINING FORMS. Application forms are available only from the office of the clerk or assessor of the municipality. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.040. SUBMISSION OF APPLICATION. Exemption applications filed after January 15 in accordance with AS 29.53.020 must be accompanied by written notice from the governing body of the municipality granting waiver of filing date for good cause shown. (Eff. 1/28/73, Reg. 45; am 3/31/76, Reg. 57; Eff. / / , Reg.)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.050. SUBMISSION OF AMENDED APPLICATION. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.060. SUPPLEMENTARY INFORMATION. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.070. CONFIDENTIALITY. Repealed (Eff. 1/27/74, Reg. 48)

19 AAC 40.080. APPLICABILITY OF INCOME CRITERIA. (a) Repealed. (Eff. 1/27/74, Reg. 48)

(b) When an eligible person and his or her spouse occupy the same permanent place of abode, the exemption applies to the entire value of their property, regardless of whether the property is held in the name of the husband, wife, or both.

(c) When the standard of eligibility is met, the exemption is that portion of the tax equal to the percent of ownership of the eligible owner or owners. (Eff. 1/28/73, Reg. 45; am 1/27/74, Reg. 48)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.090. APPLICABILITY OF LIENS. Notwithstanding qualification for exemption under AS 29.53.020, property remains subject to the lien provisions of AS 29.53.200-29.53.390. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.100. PENALTY. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.110. APPEAL. (a) An applicant aggrieved by any determination of the local assessor, except a decision as to the purpose of a transfer, may appeal under AS 29.53.130-29.53.135 to his local board of equalization.

(b) The determination of the Board of Equalization is appealable under AS 44.62.560-44.62.570. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.120. DEFINITIONS. In this chapter:

- (1) repealed (Eff. 1/27/74, Reg. 48);
- (2) "exemption year" means the calendar year for which the exemption is sought;
- (3) "real property" includes, but is not limited to, mobile homes, whether classified as real or personal property for municipal tax purposes;

(4) "permanent place of abode" means a dwelling, or a dwelling unit in a multiple dwelling, including lots and outbuildings, or an appropriate portion thereof, which are necessary to convenient use of the dwelling unit;

(5) "resident" includes applicants who have a fixed habitation in the State of Alaska, and, when absent, intend to return to the State of Alaska;

(6) "ownership" means that an applicant is possessed of an interest, other than a leasehold, in real property, including a mobile home, which interest is recorded in the office of the district recorder, or, if unrecorded, is attested by a contract, bill of sale, deed of trust, or other proof in a form satisfactory to the local assessor;

(7) "department" means the Department of Community and Regional Affairs;

(8) "senior citizen" means an applicant who is 65 years of age or older on January 1 of the exemption year. (Eff. 1/28/73, Reg. 45; am 4/18/73, Reg. 45; am 1/27/74, Reg. 48, am 3/31/76, Reg. 57)

Authority: AS 29.53.020(f)
AS 44.47.160

SENIOR CITIZEN APPLICATION FOR PROPERTY TAX EXEMPTION

AS 29.53.020(e)

Application must be filed on or before January 15 of each assessment year

MUNICIPALITY _____

NAME OF APPLICANT _____

SOCIAL SECURITY NUMBER _____

MAILING ADDRESS _____

CITY _____ STATE _____ ZIP CODE _____

ACCOUNT NUMBER _____

NAME OF SPOUSE _____

SOCIAL SECURITY NUMBER _____

STREET ADDRESS _____

TELEPHONE: HOME _____ OFFICE _____

PROPERTY DESCRIPTION, TYPE AND LOCATION

City or Service Area _____ Single Family Apartment Subdivision _____Parcel Number _____ Condominium Duplex Block _____ Lot _____ Survey _____Recording District _____ Date _____ Mobile Home Farm Section _____ Township _____ Range _____

Instrument _____ Vol. _____ Page _____ Name of Trailer Park _____ Space Number _____

RESIDENCE
AND OWNERSHIP:Verified By:
Assessor or Clerk

AGE:

Verified By:
Assessor or Clerk Owner or Purchaser of Record Life Estate Part Owner of Record: % _____ of OwnershipIs your home on land your own? Yes No

I will be _____ years of age prior to January 1.

 Proof filed with prior years application or, the following is submitted as proof of my date of birth:

DATE OF BIRTH: Month _____ Day _____ Year _____

 I hereby apply for the Senior Citizen Property Tax Exemption on my property as provided in AS 29.53.020(e) for the 19 _____ assessment year. The above described property is my permanent residence and I am residing thereon.

I the undersigned certify that I have read this application and the answers given are true and correct to the best of my knowledge. I understand that willful misstatement is subject to punishment by fine or imprisonment under AS 11.30.270.

DATE _____ SIGNATURE OF APPLICANT _____

Renewal must be verified annually

SPECIAL ASSESSMENT DEFERMENT RENEWAL

AS 29.63.065

 I hereby apply for renewal of the Senior Citizen Special Assessment Deferment on my property as provided in AS 29.63.065. Original Applicant Spouse of Original Applicant Minor Heir of Original Applicant (to age 25)

I the undersigned certify that I have read this application and the answers given are true and correct to the best of my knowledge. I understand that willful misstatement is subject to punishment by fine or imprisonment under AS 11.30.270.

DATE _____ SIGNATURE OF APPLICANT _____

PROPERTY TAX EXEMPTION

LATE FILING

<input type="checkbox"/> New Filing <input type="checkbox"/> Filed Last Year <input type="checkbox"/> Approved <input type="checkbox"/> Denied: _____		
	LAND	BUILDING
TOTAL PROPERTY VALUE	_____	_____
MUNICIPALLY MANDATED EXEMPTION, AS 29.53.025(a)	Less	_____
ADJ. FOR DWELLING UNIT:	_____	_____
DWELLING UNIT VALUE	_____	_____
ADJ. FOR PART OWNER:	Less	\$ _____
TOTAL TAXABLE VALUE	_____	_____
TOTAL EXEMPT (Total adjusted value or limit)	_____	_____
TAX CODE AREA	MILL RATE	TOTAL TAX EXEMPT \$ _____

<input type="checkbox"/> Approved	<input type="checkbox"/> Certification or, Minutes Attached
<input type="checkbox"/> Denied	

SPECIAL ASSESSMENT DEFERMENT RENEWAL

<input type="checkbox"/> No more than one sewer connection
<input type="checkbox"/> No more than one water connection
<input type="checkbox"/> Municipal Verification (Form attached)
<input type="checkbox"/> Approved <input type="checkbox"/> Denied: _____
\$ _____
TOTAL DEFERRED

Local Assessor's copy - white Department of Community & Regional Affairs' copy - yellow Taxpayer's copy - pink
Form 21-400

PUBLIC WORKS VERIFICATION FORM

SENIOR CITIZEN SPECIAL ASSESSMENT DEFERMENT

AS 29.63.065.

Name of Applicant

Parcel Number

Local Improvement District Number

City or Service Area

 Spouse or original applicant Minor heir of original applicant No more than one sewer connection

Prepared by: _____

Date: _____

Service Area or Public Works
Department Personnel

PROPOSED LEGISLATION

AN ACT

Relative to providing property tax relief in addition to exemption provided for senior citizens under AS 29.53.020(e)-(i).

Be it enacted by the legislature of the State of Alaska:

AS 29.73 is amended to read:

AS 29.73.070: Senior Citizen Property Tax Circuit Breaker Assistance.

(a) The owner of a dwelling unit that is exempt from payment of property taxes upon their dwelling unit for the assessment year under AS 29.53.020(e)-(i) and whose annual income from all sources does not exceed \$20,000 may be entitled to a grant payment from the State through the Department of Community and Regional Affairs for a portion of property taxes paid by the applicant upon that dwelling unit which exceeds the exemption allowed by AS 29.53.020(e)-(i) as evidenced by a tax payment receipt in accordance with the following schedule:

Annual Modified Adjusted Gross Income	Percent of Nonexempt Property Tax Eligible for Assistance
Not over	
8,000	90%
9,500	80%
11,000	70%
12,500	60%
14,000	50%
15,500	40%
17,000	30%
18,500	20%
20,000	10%
over 20,000	-0-

(b) No exemption may be granted except upon written application for the grant payment on a form prescribed by the Department of Community and Regional Affairs. Application must be filed with the Department prior to the July 1 immediately following the assessment year for which the grant payment is sought. A separate application must be filed annually for each assessment year in which the grant payment is sought.

(c) "Modified Adjusted Gross Income of applicant and spouse" means the sum of "adjusted gross income" as defined in Section 62 of the Internal Revenue Code (26 U.S.C.62), alimony, support money, public assistance, and relief (not including relief granted under this section), cost of living allowance paid to federal employees, allowances received by dependents of servicemen, the gross amount of any pension or annuity (including railroad retirement benefits, all payments received under the Federal Social Security Act, the Alaska Longevity Bonus, and all benefits under the Veterans's Acts), nontaxable interest received from the state or federal government or any of its instrumentalities, workmen's compensation, the gross amount of "loss of time" insurance, and the amount of capital gains excluded from adjusted gross income. It does not include gifts from nongovernmental sources, or surplus food or other relief in-kind supplied by a governmental agency (property tax exemption under AS 29.53.020(e)-(i) is considered in-kind relief for purposes of this section).

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. Proposed Legislation

Title Senior Citizen Property Tax Circuit Breaker Assistance

Requested by Sponsor Date 1/26/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Local Government Assistance

Budget Request Unit(s) Affected

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES		13.9				
200 TRAVEL						
300 CONTRACTUAL		2.5				
400 COMMODITIES						
500 EQUIPMENT		1.9				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		100.0				
TOTAL		118.3				

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME		12 Mo.				
PART TIME						
TEMPORARY						

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

A final estimate of the grant fund requirement for the operation of the circuit breaker is based on the analysis of the current senior citizen property tax exemption program. To fully fund complete exemption would require \$195,000 in addition to the formula established limitation. By the recommended graduated circuit breaker, approximately 50% of this amount, or \$100,000 grant would fund the additional payments to eligible applicants. Operation of the program will require the addition of a full time clerk typist III position.

IV. DATE 1-26-77

PREPARED BY , State Assessor

AGENCY Community & Regional Affairs

PHONE 465-4730

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Funding Required for Administration of the Senior Citizen Circuit
Breaker:

100 Personal Services

Clerk Typist III, 8-A, \$957	\$11,484
21% benefits	<u>2,412</u>
	13,896

Contractual

Postage	150
Printing	1,150
Advertising	500
Data Processing	.500
Telephone	<u>204</u>
	2,504

Equipment

Calculator @ 440	440
Desk	360
Chair	195
Lamp	60
Typewriter	<u>795</u>
	<u>1,850</u>
	<u>18,250</u>

Department of Community & Regional Affairs
Division of Local Government Assistance
Office of the State Assessor
January 26, 1977

Department of Community & Regional Affairs
Division of Local Government Assistance
State Assessor Office
January 25, 1977

SENIOR CITIZEN - PROPERTY TAX EXEMPTION - "CIRCUIT BREAKER" ASSISTANCE

The attached analysis of the FY 77 senior citizen property tax reimbursement has been prepared to illustrate the fiscal and citizen impact of the assessed value limit in effect for the FY 78 program and to show the probable scope of proposed 'circuit breaker' assistance legislation.

The 'circuit breaker' offers assistance in addition to the basic 'homestead' exemption. The additional assistance is based on proof of disproportionate property tax levy relative to income and assumes that any homeowner at whatever income level should support his property to the extent of a minimum of 10% above the basic 'homestead' exemption.

Based on Bureau of Labor Statistics, a moderately comfortable annual income for an Alaskan senior citizen household in FY 76 was \$8,800 and a high income was placed at \$12,500. The 'circuit breaker' allows 90% assistance for remaining property tax after the basic 40,000 value to all income levels up to \$8,000. The exemption is reduced by 10% for each additional \$1,500 in annual income. Annual income of over \$20,000 would not be eligible for 'circuit breaker' assistance.

TABLE I:

Is a comparison of the actual reimbursement and the impact of a 40,000 value limit, if such had been in effect.

There were 2,608 senior citizens receiving full forgiveness of property tax in FY 77; had the limit been in effect, 2,006 (77%) would have continued to receive 100% exemption.

Of the \$1,171,227 reimbursed to municipalities in FY 77, \$1,017,598 (87%) would have been reimbursed, notwithstanding the 40,000 value limit.

Projections for the FY 78 program are based on an estimated increase of 8% in the number of applicants and an increase of 27% in total revenue reimbursed.

TABLE II:

Is an analysis of properties that would have been involved in the proposed 'circuit breaker' assistance legislation, had it been in effect.

There were 602 properties valued in excess of 40,000. The total tax on those properties was \$515,782, of which \$362,153 (70%) would have been reimbursed in full.

The tax on the value over 40,000 was \$153,629 which would have been subject to 'circuit breaker' assistance income level criteria.

Individual properties would have had a minimum tax exemption of \$200 in Sitka to a maximum exemption of \$856 in Ketchikan.

TABLE III:

Is a comparison of the number of properties subject to a tax levy above the exempt limit by tax levy categories.

Of the 602 properties subject to additional taxes after the exemption limit, 220 would have been liable for less than \$100 each and 5 for more than \$2,000 each.

TABLE IV:

Is a comparison of the total revenue levied on values over 40,000 by tax levy category.

Approximately 50% (\$76,658) of the total revenue that would effect the proposed 'circuit breaker' relief, involved 317 properties liable for less than \$500 each or an average levy of \$242 above the exempt value tax of between \$200 to \$856 .

SENIOR CITIZEN PROPERTY TAX EXEMPTION
 FISCAL YEAR 1977 PROGRAM

TABLE I

	Number of Applicants			Property Tax Levy			
	Total	Value to 40,000	% of Total	on Total Value	on Value to 40,000	% of Total	
Anchorage, Municipality	886	637	72	\$ 552,525	\$ 465,784	84	
Fairbanks North Star	334	247	74	130,318	114,271	88	
Juneau, City & Borough	254	141	56	149,738	119,916	80	
Kenai Peninsula	247	225	91	74,140	71,590	97	
Ketchikan Gateway	208	187	90	91,064	85,547	94	
Kodiak Island	68	61	90	22,660	22,277	98	
Matanuska-Susitna	212	179	84	50,316	46,583	93	
Sitka, City & Borough	95	60	63	17,994	13,491	75	
*Other	304	269	88	82,532	78,140	95	
TOTAL	2,608	2,006	.77	\$1,171,227	\$1,017,598	87	
	(0 8% increase)			(0 27% increase)			
PROJECTED TOTALS FOR FY 1978 PROGRAM	2,617	2,166		\$1,487,458	\$1,292,349		

TABLE II
 PROPERTIES VALUED AT OVER 40,000

	Number of Applicants	Property Tax Levy					
		on Total Value	on Value to 40,000	over 40,000 value	Range of Individual Levy	on Value to 40,000	
Anchorage, Municipality	249	269,490	182,749	86,741	506.60 to 817.60		
Fairbanks North Star	87	61,691	45,644	16,047	252.00 to 652.00		
Juneau, City & Borough	113	97,034	67,212	29,822	563.20 to 614.40		
Kenai Peninsula	22	15,294	12,744	2,549	208.00 to 760.00		
Ketchikan Gateway	21	17,818	12,361	5,457	384.00 to 856.00		
Kodiak Island	7	4,435	4,052	383	392.80 to 653.20		
Matanuska-Susitna	33	15,990	12,257	3,733	307.00 to 520.00		
Sitka, City & Borough	35	11,504	7,000	4,504	200.00 to 200.00		
*Other	35	22,526	18,134	4,392	304.00 to 740.00		
TOTAL	602	515,782	362,153	153,629	200.00 to 856.00		
% of Total			70	30			
	(0 8% increase)			(0 27% increase)			
PROJECTED TOTALS FOR FY 1978 PROGRAM	650			195,109			

*The Bristol Bay, Barrow and North Slope Boroughs plus all participating cities.

TABLE III
 TAX LEVY ON VALUE OVER 40,000

	under \$100	\$500	Number of Properties			Total
			\$1,000	\$2,000	to \$4,000	
Anchorage, Municipality	65	139	27	13	5	249
Fairbanks North Star	38	47	2			87
Juneau, City & Borough	36	63	9	5		113
Kenai Peninsula	13	8	1			22
Ketchikan Gateway	6	13	1	1		21
Kodiak Island	6	1				7
Matanuska-Susitna	19	14				33
Sitka, City & Borough	18	17				35
*Other	19	15	1			35
TOTAL	220	317	41	19	5	662

TABLE IV
 TAX LEVY ON VALUE OVER 40,000

	Tax Revenue by Tax Category					Total
	under \$100	\$500	\$1,000	\$2,000	to \$4,000	
Anchorage, Municipality	2,975	34,277	17,620	16,862	15,007	85,741
Fairbanks North Star	2,085	12,465	1,497			16,047
Juneau, City & Borough	1,907	15,243	6,287	6,385		29,822
Kenai Peninsula	573	1,402	575			2,549
Ketchikan Gateway	224	3,493	596	1,144		5,457
Kodiak Island	255	128				383
Matanuska-Susitna	742	2,991				3,733
Sitka, City & Borough	800	3,703				4,504
*Other	909	2,956	527			4,392
TOTAL	10,470	76,658	27,102	24,391	15,007	153,629
AVERAGE PER PROPERTY	\$48	\$242	\$661	\$1,284	\$3,001	

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB No. 86
Title An act relating to real property tax exemptions for senior citizens
Requested by Senate-CARA Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs
Program Category Affected Social Services
Budget Line Item(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			216.8	275.3	349.6	
TOTAL		216.8	275.3	349.6		

FUNDING (Thousands of Dollars)

GENERAL FUND		216.8	275.3	349.6
FEDERAL FUNDS				
OTHER (Specify)				

POSITIONS

FULL TIME				
PART TIME				
TEMPORARY				

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

Ent General Fund

Number of applicants FY 78 - 2817 = 8% increase over FY 77 - 2608
Exemption: FY 78 Grant 1,570.1 = 6 senior citizens required to pay 0.0
\$300 limitation: FY 78 Grant 1,546.5 = 42 senior citizens required to pay 23.5
\$000 limitation: FY 78 Grant 1,375.0 = 650 senior citizens required to pay 195.1
No. 86 additional FY 79 Grant 216.8 = Total funding FY 79 1964.0

Administrative Costs

additional funding required.

1. Analysis attached: The figures used above reflect a 5% BRU Grant increase over the historic trend factor used in the attached analysis.

IV. DATE 2/2/77

PREPARED BY S. Robert Dugay, State Assessor
AGENCY Community & Regional Affairs
PHONE 465-4730

Original: Legislative Finance

Budget and Management

Prime Sponsor (First Legislator Named)

Senior Citizen Property Tax Exemption

SB 86, 100,000 Assessed Value Limit

The attached analysis was prepared to illustrate the citizen impact of SB 86 which proposes raising the current formula limitation to a 100,000 assessed value limit.

Table I

Illustrates a comparison of alternative program totals:

The total reimbursement for the FY 77 unlimited program is approximately \$1,171,227 for 2,608 applicants, stipulating an 8% increase in applicants and a 27% increase in total property tax, a FY 78 unlimited reimbursement would be about \$1,487,458 for 2,817 applicants.

From Table II, the 100,000 limit would reduce an unlimited program by about \$25,000, for a total reimbursement of \$1,462,950 in FY 78.

The formula assessed value limit has been established to be 40,000 in FY 78 and it is estimated to require a \$1,292,349 reimbursement, therefore, raising the assessed value limit from 40,000 to 100,000 will require about \$170,500 in additional funds.

The FY 78 BRU grant for the formula limitation program is \$1,375,000, SB 86 would increase the total grant requirement to \$1,545,500.

Table II

Table II is a list of the 26, FY 77 applications showing a value over 100,000 and the corresponding total tax levy on those properties of \$56,532.81. Also, a list of 22 applications showing a FY 77 value of over 85,000 has been compiled with a total tax levy on those properties of \$28,355.09. These 22 properties are projected to reach or exceed 100,000 in FY 78. Stipulation of a 27% increase in total tax levy projects a total FY 78 tax of \$107,807.63 on the 48 properties listed. At an average rate of 17 mills, \$83,300 of the total value would be exempt under SB 86. This leaves approximately \$25,000 that would not be eligible for reimbursement.

**SENIOR CITIZEN PROPERTY TAX EXEMPTION
SB 86; 100,000 ASSESSED VALUE LIMIT**

**TABLE I
TOTAL PROGRAM SUMMARY**

	Number of Applications	Assessed Value	Tax Levy
Total Senior Citizens Property			
FY 77	2608	76,737,060	\$1,171,227
Projected increase	[0 8%]	[0 27%]	[0 27%]
FY 78 projected	2817	97,456,066	1,487,458
Per 100,000 values analysis below		(1,946,234)	(24,508)
100,000 Value Limit Program Total	2817	95,509,832	\$1,462,950
*Formula limit program	2817		(1,292,349)
FY 78 Additional Grant Required for SB 86			\$ 170,601
 *FY 78 BRU Grant		\$1,375,000	
SB 86		<u>170,500</u>	
Total FY 78 Grant Requirement - SB 86		\$1,545,500	

**TABLE II
ANALYSIS OF SENIOR CITIZEN PROPERTIES VALUED AT OVER 100,000**

	Number of Applications	FY 77 Values Over 100,000	FY 77 Tax	Number of Applications	Values Projected To Exceed 100,000 in FY 78	FY 77 Tax
Juneau, City & Borough of						
		127,000	\$ 1,950.72		94,200	\$ 1,446.91
		142,400	2,064.99		86,900	1,334.78
		137,300	1,933.18		86,400	1,327.10
		115,500	1,675.91		92,400	1,300.99
		118,700	1,722.34		87,600	1,283.34
					97,700	1,500.67
FY 77	5	640,900	<b">\$ 9,287.14</b">	6	545,200	\$ 8,193.79
Anchorage, Municipality of						
		234,500	\$ 4,793.18		84,925	\$ 1,735.86
		105,325	2,173.28		92,900	1,898.88
		105,040	2,147.02		86,200	1,227.48
		144,225	2,933.54		93,975	1,920.84
		113,725	2,324.54		85,000	1,737.40
		105,250	2,151.30		93,000	1,900.92
		141,550	2,893.28		89,625	1,851.94
		136,025	2,780.34		93,300	1,479.74
		262,300	5,361.40		85,150	1,740.46
		152,150	3,109.94			
		107,075	1,524.74			
		111,400	2,277.02			
		105,300	2,152.31			
		139,348	2,848.27			
		109,350	1,557.14			
		110,800	1,577.78			
		112,675	2,303.08			
FY 77	17	2,297,038	\$ 44,908.16	9	804,075	\$15,473.52
Sitka, City & Borough of						
		122,030	\$ 610.15		98,700	\$ 493.50
		101,790	508.95		98,080	490.40
		106,310	531.55		86,080	430.40
					99,260	496.30
FY 77	3	330,130	\$ 1,650.65	4	302,120	\$ 1,910.60
Fairbanks North Star Borough						
		109,025	\$ 686.86		99,900	\$ 1,628.37
					94,700	596.61
					87,650	552.20
FY 77	1	109,025	\$ 686.86	3	282,250	\$ 2,777.18
Total FY 77	26	3,377,093	\$ 56,532.81	22	2,013,645	\$20,355.09
Projected increase		[0 27%]	[0 27%]		[0 27%]	[0 27%]
FY 78 projected	26	4,288,908	71,796.67		2,557,329	36,010.96
	22	2,917,329	36,010.96			
Total FY 78	48	6,846,234	\$107,807.63			
Average Mill Rate .017						
49 applications @100,000 each		4,900,000	\$ 03,300			
Not reimbursed per SB 86		1,946,234	\$ 24,507.63			

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS HB No. 5
Title An act relating to exemption from real property taxes for senior citizens
Requested by House & Senate C&RA Committees Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs
Program Category Affected Social Services
Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		195.1	247.8	314.7	399.7	
TOTAL	195.1	247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND	195.1	247.8	314.7	399.7
FEDERAL FUNDS				
OTHER (Specify)				

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

Governor's Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (40,000 assessed value limitation.)

Number of applicants 2817 = 8% increase over FY 77 - 2608.

77% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

CS HB #5 - Amends AS 29.53.020(e) by providing full exemption FY 78 -

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 2817 = Average tax per applicant \$557.3

Increased FY 78 grant for full funding \$195.1 = Total FY 78 Grant \$1570.1

Administrative Costs: No additional funds requested FY 78.

No additional funds requested or provided to implement the limitation formula Sec. 1, ch 217, SLA 1976.

IV. DATE 2-2-77

PREPARED BY *Robert J. Danner*
AGENCY Community & Regional Affairs

Original: Legislative Finance

PHONE 465-4730

Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB No. 5 - SB No. 6

Title An act relating to exemption from real property taxes for senior citizens

Requested by House & Senate C&RA Committees

Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES				.		
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			247.8	314.7	399.7	
TOTAL		247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND	247.8	314.7	399.7
FEDERAL FUNDS			
OTHER (Specify)			

POSITIONS

FULL TIME				
PART TIME				
TEMPORARY				

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

Governor's Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (est. FY 79 - \$1,746.2)

Number of applicants 2817 = 8% increase over FY 77 - 2608.

100 of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

83% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

HB #5 - SB #6 - Amends AS 29.53.020(e) and provides full exemption FY 79.

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 3042 = Average tax per applicant \$655.5

Increased FY 79 grant for full funding \$247.2 = Total FY 79 Grant \$1,994.0

DATE 2-2-77

PREPARED BY S. Palmer Dozier, State Assessor

AGENCY Community & Regional Affairs

PHONE: 465-4730

(Mobile Homes)

310.622 Mobile homes eligible as homesteads under tax laws of state. A mobile home assessed under the ad valorem tax laws of this state shall be eligible to be a homestead for the purposes of all tax laws of this state giving a right or privilege to a homestead. For those mobile homes assessed as real property, the mobile home homestead includes land and improvements to the same extent that a homestead would be recognized if the mobile home were a conventional home. For those mobile homes assessed as personal property, only the mobile home itself shall be recognized as a homestead.

[1971 c.529 s.11]

310.625[1965 c.604 s.10; 1969 c.595 s.4; repealed by 1969 c.612 s.5]

(Homestead and Rental Assistance)

Note: The amendments to 310.630, 310.640, 310.645, 310.657, 310.677 and 310.690 by sections 1 to 6, chapter 752, Oregon Laws 1973, and 310.682, 310.700, 310.706 and 310.712, and section 2c, chapter 752, Oregon Laws 1973, apply to rent paid on or after January 1, 1973, and property taxes billed for the fiscal year beginning on and after July 1, 1973. See section 13, chapter 752, Oregon Laws 1973.

310.630 Definitions for ORS 310.630 to 310.690. As used in ORS 310.630 to 310.690:

(1) "Department" means the Department of Revenue.

(2) "Director" means the Director of the Department of Revenue.

(3) "Homestead" means the principal dwelling, either real or personal property, whether owned or rented, and the land area of the tax lot upon which it is built.

(4) "Household" means the taxpayer, his spouse and all other persons residing in the homestead during any part of the calendar year for which a claim is filed.

(5) "Household income" means the aggregate income of the taxpayer and his spouse who resides in the household received during the calendar year for which the claim is filed.

(6) "Income" means the sum of "adjusted gross income" as defined in the federal Internal Revenue Code of 1954, as amended, relating to the measurement of taxable income of individuals, estates and trusts computed without the deduction for 50 percent of the excess long term capital gains less short term capital losses provided by section 1202 of the federal Internal Revenue Code of 1954; gross amount of any otherwise

exempt pension less return of investment, if any; old age and survivorship payments received under the federal Social Security Act; welfare payments; nontaxable dividends; unemployment benefits and nontaxable interest not included in federal adjusted gross income. "Income" does not include any governmental grant which must be used by the taxpayer for rehabilitation of his homestead.

(7) "Net rent" means rental paid solely for the right of occupancy of a homestead, including the right to use the personal property located therein, unless such homestead is exempt from property taxes and no payments in lieu of taxes of more than 10 percent of the rental are made on behalf of the homestead. "Net rent" does not include advanced rental payments for another period and rental deposits, whether or not expressly set out in the rental agreement, or payments made to a nonprofit home for the elderly described in ORS 307.375. If a landlord and tenant have not dealt with each other at arm's length, and the department is satisfied that the net rent charged was excessive, it may adjust the net rent for purposes of ORS 305.515, 310.630 to 310.657, 310.677 to 310.690 and 310.700 to 310.712 to a reasonable amount for purposes of ORS 310.630 to 310.690.

(8) "Owned" includes being purchased under a recorded instrument of sale.

(9) "Rent constituting property taxes" means 17 percent of the net rent actually paid in any calendar year by a taxpayer and his household solely for the right of occupancy of their homestead in the calendar year, and which rent constitutes the basis of a claim submitted in the succeeding calendar year for relief under ORS 310.630 to 310.690 by the taxpayer.

(10) "Statement of net rent for which refund is claimed" means a declaration by the applicant, under penalties of false swearing, that the amount of net rent designated is the actual amount both incurred and paid during the year for which a refund is claimed.

(11) "Taxpayer" means an individual, who is an Oregon resident.

(12) "True cash value" has the meaning set forth in ORS 308.205.

[1971 c.747 s.2; 1973 c.752 s.1; 1975 c.616 s.1]

Note: See note preceding 310.630.

310.632 Policy. The Legislative Assembly finds that:

(1) There is a serious deficiency of rental housing available within the means of many Oregon households.

(2) The rental housing deficiency is felt most acutely by elderly households with incomes near poverty level.

(3) There is no economic possibility of filling this rental housing deficiency with new subsidized construction.

(4) In many areas there is a large enough supply of housing so that new construction is not justified; the problem is entirely one of inadequate income.

(5) Many of these near poverty level elderly households are having to spend in excess of half their incomes just for shelter.

(6) A rental assistance program operated through the Department of Revenue would alleviate this situation and, by reducing the proportion of income needed for rent, would enable these near poverty level elderly households to better provide for other necessities of life.

[1975 c.672 s.16]

Note: 310.632 was not added to and made a part of ORS chapter 310, or any series therein, by legislative action.

310.635 Eligibility; amount; processing claims; treatment of payments. (1) A taxpayer is eligible for rental assistance payments under this section if:

(a) He is 65 years of age or older before April 15 of the year for which rental assistance is claimed;

(b) His household income is less than \$3,000;

(c) His gross rent is in excess of 60 percent of his household income;

(d) He files a claim with the department as proof of eligibility for rental assistance as required by subsection (4) of this section; and

(e) He is living in Oregon and has been living in Oregon for more than six months prior to the time of filing a claim for rental assistance.

(2) A taxpayer eligible for rental assistance under this section shall be paid by the department an amount equal to the positive difference between the taxpayer's gross rent and 60 percent of his household income, except that the assistance shall not exceed the following maximum amounts:

Household Income	Maximum Annual Rental Assistance
\$ 1,000 - 1,249	\$840
1,250 - 1,499	720
1,500 - 1,749	600
1,750 - 1,999	480
2,000 - 2,249	420
2,250 - 2,499	360
2,500 - 2,749	300
2,750 - 2,999	250

(3) Except for the first claim filed by a taxpayer which is filed after April 15, the rental assistance payments required by subsection (2) of this section shall be made by the department in 12 equal monthly payments from the month that the claim was received by the department. In the case of the first claim filed after April 15, equal monthly payments shall be made from the month the claim was received by the department through the following January.

(4) On or before April 15 of the year for which a claim is filed in each year after the first claim is filed, a taxpayer claiming the rental assistance provided under this section shall submit his claim to the department on a form prescribed by the department. The first rental assistance claim filed by a taxpayer may be filed at any time during the year. The department may require from such taxpayer any proof it deems necessary to determine whether the taxpayer qualifies for rental assistance.

(5) A taxpayer's claim for rental assistance under this section is for the current calendar year and does not affect any refund otherwise due the taxpayer under ORS 310.640 in the current year for rent constituting property taxes in the prior year. A taxpayer who receives rental assistance payments under this section shall not be eligible for the renter refund under ORS 310.640 for the year for which the rental assistance payments are claimed.

(6) Rental assistance payments made by the department under this section shall be considered a refund for purposes of ORS 316.502. Moneys are continuously appropriated to the department to make the rental assistance payments required by this section.

(7) As used in this section:

(a) "Household income" means household income during the calendar year prior to the year the rental assistance is claimed, except that "income" does not include any rental assistance provided under chapter 672, Oregon Laws 1975.

(b) "Gross rent" means net rent plus the cost of utilities and fuels paid for by the

Household Income	Maximum Annual Rental Assistance
\$ 0 - 499	\$1,080
500 - 999	960

taxpayer in addition to the net rent during the calendar year prior to the year rental assistance is claimed.

[1975 c.672 s.18]

Note: The Legislative Counsel has not, pursuant to 173.160, undertaken to substitute specific ORS references for the words "this Act" in 310.635, Chapter 672, Oregon Laws 1975, enacted into law and amended the ORS sections which may be found by referring to the 1975 Comparative Section Table located following the Index in volume 6 of Oregon Revised Statutes (1975 Replacement Parts).

310.638 Department rules; notice of program to taxpayers; designation of agencies to assist taxpayers. The Department of Revenue:

(1) Shall adopt rules in compliance with chapter 672, Oregon Laws 1975, to insure that all people eligible for rental assistance payments under chapter 672, Oregon Laws 1975, are informed of such eligibility.

(2) Shall notify each taxpayer claiming a refund under ORS 310.657 who may be eligible for the rental assistance payment under ORS 310.635 that they may qualify for the rental assistance payment. The notice shall include a list of local offices, designated under subsection (3) of this section.

(3) Shall, with the assistance of the Housing Division of the Department of Commerce, designate local agencies of government or senior centers or other volunteer agencies to assist taxpayers eligible for rental assistance payments to determine whether the benefits would be greater under the rental assistance or property tax refund program.

[1975 c.672 s.19]

Note: See note under 310.635.

310.640 Homestead tax refund; deductions for other programs; application.

(1) Except as provided in subsection (2) of this section, each taxpayer shall be granted a refund for the calendar year for which a claim is filed under ORS 310.657 in an amount which is:

(a) For a homeowner, the property tax liability extended against the homestead in the year for which a claim is filed or the maximum refundable tax stated in the table in paragraph (c) of this subsection for his household income level, whichever is the lesser.

(b) For a renter, the rent constituting property tax paid for the occupancy of his homestead in the year for which a claim is filed or the maximum refundable rent constituting property tax stated in the table in paragraph (c) of this subsection for his

household income level, whichever is the lesser.

(c) The schedule referred to in paragraphs (a) and (b) of this subsection is:

Household Income	Maximum Refundable Owner	Maximum Refundable Rent
	Property Tax	Property Tax
\$ 0 - 499	\$ 490	\$ 245
500 - 999	475	237
1,000 - 1,499	460	230
1,500 - 1,999	440	220
2,000 - 2,499	420	210
2,500 - 2,999	400	200
3,000 - 3,499	390	195
3,500 - 3,999	375	187
4,000 - 4,499	360	180
4,500 - 4,999	340	170
5,000 - 5,499	320	160
5,500 - 5,999	300	150
6,000 - 6,499	275	137
6,500 - 6,999	250	125
7,000 - 7,499	225	112
7,500 - 7,999	200	100
8,000 - 8,499	175	87
8,500 - 8,999	150	75
9,000 - 9,499	125	62
9,500 - 14,999	100	50
15,000 +	0	0

(2) No refund shall be granted under this section or ORS 310.657 for less than \$5.

(3) The property tax refund granted under this section applies to property taxes levied or rent constituting property taxes paid in the calendar year for which the claim is filed.

(4) For purposes of this section, if a taxpayer owns the land upon which the abode is situated but rents the abode, or if the taxpayer owns the abode but rents the land upon which it is situated or to which it is attached, he shall add the rent constituting property taxes for that part of the abode or land which is rented to the taxes extended against that part of the abode or the land which is owned. The total of property tax plus rent constituting property tax shall be treated as his total owner property tax under this section and the refund computed accordingly. A taxpayer subject to this subsection shall not be entitled to any refund based on rent constituting property taxes except as provided herein.

(5) No refund shall be granted under paragraph (b) of subsection (1) of this section for any period during which the taxpayer's

needs were included in a payment made by the Public Welfare Division pursuant to ORS 418.172.
[1971 c.747 s.3; 1973 c.752 s.2; 1975 c.734 s.1]

Note: Section 2c, chapter 752, Oregon Laws 1973, provides:

Sec. 2c. (1) On or before August 15, 1974, the Department of Revenue shall compute the total amount of refunds granted under ORS 310.630 to 310.690 on or before June 30, 1974 to the taxes assessed and rent paid during the calendar year 1973.

(2) If the total refunds granted on or before June 30, 1971, for taxes assessed and rent paid during the calendar year 1973 are less than \$6,000,000, the schedule for granting refunds provided in paragraph (c) of subsection (1) of ORS 310.640 shall not be used to compute refunds under ORS 310.630 to 310.690, and the table provided in subsection (3) of this section shall be used in place of that table for the granting of refunds for taxes assessed and rent paid for the calendar year 1974.

(3) The substitute table is:

Household Income	Maximum Refundable Owner Property Tax	Maximum Refundable Rent Constituting Property Tax
\$ 0 - 499	\$ 490	\$ 245
500 - 999	475	237
1,000 - 1,499	460	230
1,500 - 1,999	440	220
2,000 - 2,499	420	210
2,500 - 2,999	400	200
3,000 - 3,499	390	195
3,500 - 3,999	375	187
4,000 - 4,499	360	180
4,500 - 4,999	340	170
5,000 - 5,499	320	160
5,500 - 5,999	300	150
6,000 - 6,499	275	137
6,500 - 6,999	250	125
7,000 - 7,499	225	112
7,500 - 7,999	200	100
8,000 - 8,499	175	87
8,500 - 8,999	150	75
9,000 - 9,499	125	62
9,500 - 14,999	100	50
15,000 - 15,999	90	45
16,000 - 16,999	70	35
17,000 - 17,999	50	25
18,000 - 18,999	30	15
19,000 - 19,999	20	10
20,000 +	0	0

Note: See note preceding 310.630.

310.645 Limitations on refund. (1) Only one taxpayer per household per year shall be granted the property tax refund provided under ORS 310.640 to 310.690.

(2) After October 5, 1973, if the Federal Government provides property tax relief directly to the individual, the refund granted under ORS 310.630 to 310.690 shall be reduced by the federal property tax relief received during the year for which a claim for refund under ORS 310.630 to 310.690 is filed if the federal law will permit.
[1971 c.747 s.4; 1973 c.752 s.5]

Note: See note preceding 310.630.

310.650[1971 c.747 s.5; repealed by 1973 c.752 s.12]

310.655[1965 c.615 s.24; 1969 c.587 s.5; 1971 c.374 s.1; repealed by 1971 c.747 s.21]

310.657 Submission of claim; determination of tax attributable to homestead; payment of refunds. (1) On or before April 15 following the year for which the claim is filed, a taxpayer claiming the property tax refund provided under ORS 310.640 shall submit his claim to the department, together with a copy of the property tax statement or the statement of net rent for which refund is claimed.

(2) The department shall audit or examine the claim and shall adjust the claim upward or shall allow or deny the claim in whole or in part. In its consideration of the claim the department may obtain information and assistance from any county assessor or county tax collector to determine the amount of taxes attributable to the homestead, the status of any exemptions or any other matter considered necessary by the department.

(3) If the claim is allowed in whole or in part, and the property tax refund granted exceeds the income tax liability, the department shall refund the difference to the taxpayer or taxpayers. The refund check shall be accompanied by a statement in substantially the following form: "\$____ of taxes paid by property tax refund under ORS 310.640 has been applied against your income tax liability and is reflected in this refund." Payment made by the department under this section shall be considered a refund for the purposes of ORS 316.502. Moneys are continuously appropriated to the Department of Revenue to make the refunds authorized by ORS 310.630 to 310.690 and 316.502.
[1971 c.747 s.6; 1973 c.752 s.3]

Note: See note preceding 310.630

310.660[1965 c.615 s.21; 1967 c.521 s.4; repealed by 1971 c.747 s.21]

310.662[1971 c.747 s.7; repealed by 1973 c.752 s.12]

310.665[1965 c.615 s.25; 1967 c.521 s.5; repealed by 1971 c.747 s.21]

310.667[1971 c.747 s.8; repealed by 1973 c.752 s.12]

310.670[1965 c.615 s.26; repealed by 1969 c.595 s.17]

310.672 Filing of claim by agent or guardian. If the taxpayer is unable to submit his own claim, the claim shall be submitted by a duly authorized agent or by a guardian or other person charged with the

care of the person or property of such taxpayer.
[1971 c.747, 10]

310.675[1965 c.615 s.20; repealed by 1967 c.521 s.8]

310.677 Refund available to residents of nonprofit homes for the elderly; claim form; computation of relief by corporation. (1) Any resident of a nonprofit home for the elderly owned or being purchased by a corporation described in ORS 307.375 shall be entitled to the property tax refund allowed under ORS 310.640 as provided in this section. Only one resident per living unit shall be granted such property tax refund.

(2) Each corporation described in ORS 307.375 which has claimed the personal property tax exemption under ORS 307.370 shall obtain from the department special claim forms on which a resident may apply for the benefits of this section and furnish one such claim form to each resident prior to December 1.

(3) The corporation shall determine the amount of true cash value of the nonprofit home that is properly allocable to the living unit of the resident. The corporation shall then multiply this amount by the tax rate for the current property tax year which was applied to the nonprofit home. The product shall be considered as the amount of property tax paid by the resident and shall be used by him in completing the claim form. A corporate officer or employe shall certify on the claim form that the property tax indicated thereon is correct.

(4) After the amount of property taxes has been determined as provided in subsection (3) of this section, the resident shall complete the special claim form and send it to the department as provided in subsection (1) of ORS 310.657.
[1971 c.747 s.10; 1973 c.752 s.6]

Note: See note preceding 310.630.

310.680[1971 c.747 s.11; repealed by 1973 c.752 s.12]

310.682 Alternative form for claiming refund by persons over age 65. (1) In lieu of the property tax refund provided by ORS 310.640, a taxpayer who is 65 years of age or older before April 1 of the year following the year for which the claim is filed and who has income of less than \$5,000 during the previous calendar year may elect to claim a refund on a standard form. If the taxpayer electing a standard form is a renter, the amount of the refund to which he is

entitled shall be \$100 or rent constituting property tax, whichever is lesser. If the taxpayer electing a standard form is an owner, the amount of the refund to which he is entitled shall be \$200 or the amount of the tax, whichever is the lesser.

(2) The standard claim provided by subsection (1) of this section shall be prescribed by the Department of Revenue and shall indicate that the taxpayer is 65 years of age or older prior to April 1 of the year following the year for which the claim is filed and had income, including social security and pensions, of less than \$5,000 during the preceding calendar year.

(3) Payment of claims filed under subsection (1) of this section shall be made by the department in the manner of payment of claims filed under ORS 310.657.
[1973 c.752 s.2b]

Note: See note preceding 310.630.

310.685[1971 c.747 s.12; repealed by 1973 c.752 s.12]

310.690 Department, assessors and tax collectors to cooperate; promulgation of rules. The department, the assessors and the tax collectors shall cooperate in carrying out the purposes of ORS 310.630 to 310.690. In order to aid the assessors and tax collectors and to carry out the provisions contained in ORS 310.630 to 310.690, the department shall adopt such rules and prescribe such forms as are necessary.
[1971 c.747 s.13; 1973 c.752 s.4]

Note: See note preceding 310.630.

310.695 Construction. Any references in ORS 307.380, 308.215, 308.340, 310.630 to 310.695, 311.696 and 311.990 to the laws of the United States relating to income taxes or the Internal Revenue Code means the laws of the United States relating to income taxes or the Internal Revenue Code as they may be in effect for the taxable year of the taxpayer except where the Legislative Assembly has specifically provided otherwise.
[1971 c.747 s.20]

310.700[1973 c.752 s.8; repealed by 1975 c.616 s.2]

310.705[1965 c.615 s.1; 1971 c.544 s.2; repealed by 1973 c.752 s.12]

310.706 Applicability of ORS chapter 314; interest on refunds; joint filings and refunds. Unless the context requires otherwise, the provisions of ORS chapter 314 shall apply to ORS 310.630 to 310.690. The interest which shall be allowed for property tax refunds provided in ORS 310.630 to

310.690 shall be computed in the same manner as interest on a refund to an employee of a tax withheld by his employer as provided in ORS 314.415. No refunds shall be made under ORS 310.630 to 310.690 to a taxpayer who fails to file such return within three years after the due date of the return. If a taxpayer claiming the refund under ORS 310.630 to 310.690 files a joint return with his spouse, the refund resulting will be applied against their joint liability first and then any refund resulting will be issued in a joint refund check unless the husband or wife who has filed the joint return requests a separate refund and has demonstrated his or her right to the refund or a portion thereof.

[1973 c.752 s.9]

Note: See note preceding 310.630.

310.710[1965 c.615 s.11; 1967 c.293 s.12; part renumbered 310.600; 1971 c.544 s.3; repealed by 1973 c.752 s.12]

310.712 Extension of period for filing refund claim. In case of sickness, absence or disability, or if in its judgment, good cause exists, the department may extend for a period of not to exceed three years from

the due date, the time for filing a claim seeking the benefits of ORS 310.640.

[1973 c.752 s.10]

Note: See note preceding 310.630.

310.715[1965 c.615 s.2; 1967 c.293 s.13; 1969 c.305 s.1; repealed by 1971 c.544 s.7]

310.720[1965 c.615 s.2a; repealed by 1971 c.544 s.7]

310.725[1965 c.615 ss.3, 14; 1969 c.457 s.3; repealed by 1971 c.544 s.7]

310.730[1965 c.615 s.4; 1967 c.293 s.14; repealed by 1971 c.544 s.7]

310.735[1965 c.615 ss.5, 6; 1967 c.293 s.15; 1971 c.353 s.1; repealed by 1971 c.544 s.7]

310.740[1965 c.615 s.7; 1969 c.305 s.2; repealed by 1971 c.544 s.7]

310.745[1965 c.615 s.8; repealed by 1967 c.293 s.16 (310.746 enacted in lieu of 310.745)]

310.746[1967 c.293 s.17 (enacted in lieu of 310.745); repealed by 1969 c.595 s.17]

310.750[1965 c.615 s.9; repealed by 1967 c.293 s.18 (310.751 enacted in lieu of 310.750)]

310.751[1967 c.293 s.19 (enacted in lieu of 310.750); repealed by 1969 c.595 s.17]

310.755[1965 c.615 s.10; 1967 c.293 s.20; 1969 c.305 s.5; repealed by 1969 c.595 s.17]

310.760[1969 c.305 s.4; repealed by 1971 c.544 s.7]

CERTIFICATE OF LEGISLATIVE COUNSEL

Pursuant to ORS 173.170, I, Thomas G. Clifford, Legislative Counsel, do hereby certify that I have compared each section printed in this chapter with the original section in the enrolled bill, and that the sections in this chapter are correct copies of the enrolled sections, with the exception of the changes in form permitted by ORS 173.160 and other changes specifically authorized by law.

Done at Salem, Oregon,
October 1, 1975.

Thomas G. Clifford
Legislative Counsel

STATE
of ALASKA

MEMORANDUM

TO: Honorable Chancy Croft
Senate Finance Committee

DATE: February 16, 1977

NB

FROM: Milt Barker, Fiscal Analyst
Legislative Finance

SUBJECT: House Bill 5

In the file for House Bill 5, which removes the limitation on assessed value qualifying for senior citizen tax exemption, is material also relating to Senate Bill 86 which would place a \$100,000 limitation on assessed values, and material relating to a "circuit breaker" proposal which provides reimbursement on a sliding scale according to income to the senior citizen homeowner for taxes paid on assessed values in excess of the current third quartile limitation.

The fiscal notes for FY 78 on these proposals and other assessed value ceilings would be as follows:

		<i># of Homeowners Paying Senate Tax</i>	<i># of Homeowners in Program</i>
House Bill 5 (no ceiling)	\$195,100	0	
\$150,000 assessed value	186,300	12	
\$125,000 assessed value	178,500	26	
Senate Bill 86 (\$100,000 ceiling)	170,500	48	
\$75,000 assessed value	149,100	166	
"circuit breaker"	118,300*	602	

*This proposal includes \$18,300 additional administrative costs according to C & RA's fiscal note.

2608

MB:bf

STATE
of ALASKA

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The fiscal notes for FY 78 on these proposals and other assessed value ceilings would be as follows:

House Bill 5 (no ceiling)	\$195,100
\$150,000 assessed value	186,300
\$125,000 assessed value	178,500
Senate Bill 86 (\$100,000 ceiling)	170,500
\$75,000 assessed value	149,100
"circuit breaker"	118,300*

*This proposal includes \$18,300 additional administrative costs according to C & RA's fiscal note.

MB:bf

February 7, 1977

The Honorable Steve Cowper, Chairman
House Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Dear Representative Cowper:

Re: Senior Citizen Property Tax Exemption.

In view of recent erroneous Associated Press releases, the following data is provided for your information.

Currently all senior citizens are eligible for 1977 property tax exemption up to an assessed value of \$40,000 on their home under the formula limitation criteria.

Statutes now in effect provide total exemption to 75% of Alaska's senior citizen homeowners. It is estimated that less than 2 1/2% of those who applied will receive a tax bill of \$500 or more in 1977.

Enclosed is a packet of data prepared by the Department of Community and Regional Affairs relative to current proposals affecting the program. You may be especially interested in the analysis of senior citizen properties valued at more than \$40,000, this data was prepared as 'back up' material for the 'circuit breaker' proposal. Also, the analysis of senior citizen properties valued at over \$100,000 may be valuable, this tabulation was provided with the fiscal note for SB 86.

Thank you for your attention.

Sincerely,

Lee McAnorney
Commissioner

By: S. Robert Dozier
State Assessor

LMcA:SRD:il
Enclosures
cc: Milt Barker ✓
Dan Plotnick
Jesse Dodson

Same letter sent to the following:

The Honorable Lisa Rudd, Chairperson
House Community and Regional Affairs Committee

The Honorable Steve Cowper, Chairman
House Finance Committee

The Honorable Samuel Cotten, Chairman
House Rules Committee

The Honorable Joseph L. Orsini, Chairman
Senate Community and Regional Affairs Committee

The Honorable John C. Sackett, Chairman
Senate Finance Committee

The Honorable Robert H. Ziegler, Chairman
Senate Rules Committee

APPENDIX B

SENIOR CITIZEN
PROPERTY TAX EXEMPTION
AS 29.53.020(e)-(i)

APPENDIX B

SENIOR CITIZEN PROPERTY TAX EXEMPTION AS 29.53.020(e)-(i)

Effective January 1, 1973, the first Senior Citizen Property Tax Exemption Program was enacted. (ch 118 SLA 1972) Effective January 1, 1974, the \$10,000 gross annual income limitation as a prerequisite to eligibility was deleted. (Sec. 1 ch 60 SLA 1974) Effective January 1, 1975, an extension of the filing date deadline for good cause shown was authorized. (Sec. 1 ch 65 SLA 1975) Effective January 1, 1977, a formula was adopted for determining an assessed value exemption limit each year. (Sec. 1 ch 217 SLA 1976)

AS 29.53.020(e): "... the assessed value limit is the upper limit of the third quartile class in a frequency distribution of previous year assessed values in the state..."

The property tax exemption limit for the 1977 tax year has been determined to be the assessed value of the real property up to and including 40,000 in assessed value. The frequency distribution of assessed values approved for exemption in the 1976 program is illustrated in Table B-2.

In response to objections to the assessed value limit, a "circuit breaker" assistance amendment is proposed. The amendment is a favorable and acceptable measure intended to relieve disproportionate impact to senior citizen income affected by tax values over the exemption limit.

The property tax exemption application form 21-400 has been expanded to allow senior citizen homeowners to renew special assessment deferrals, AS 29.63.065, on the same form; in order to avoid duplicate verification of qualifying criteria each year. (See Appendix C, Senior Citizen Special Assessment Exemption)

A breakdown of the 1976 program impact listed by participating municipalities, is illustrated in Table B-1.

A four-year performance summary of the property tax exemption program is outlined below:

Tax Year	Number of Applications Approved	Assessed Value Exempt	Total Revenue Reimbursement	Average Value Per Application	Average Tax Per Application
1973	911	12,960,993	\$ 197,050	14,227	\$216
2 ¹ 1974	1,887	40,842,657	631,891	21,644	335
2 ² 1975	2,426	59,918,061	930,915	24,698	384
1976	2,608	76,737,060	1,171,227	29,424	449

¹ \$10,000 income limit deleted

² Extended filing deadline

TABLE B-1
SENIOR CITIZEN PROPERTY TAX EXEMPTION, AS 29.53.020(e)
1976 PROGRAM SUMMARY

<u>BOROUGHS</u>	<u>NUMBER OF APPLICATIONS APPROVED</u>	<u>ASSESSED VALUE EXEMPT</u>	<u>TAX EXEMPT</u>	<u>AVERAGE VALUATION PER APPLICATION</u>	<u>AVERAGE TAX PER APPLICATION</u>
Anchorage, Municipality	886	29,560,962	\$ 552,525.42	33,365	\$624
Bristol Bay	7	83,825	1,173.55	11,975	168
Fairbanks North Star	334	9,954,475	130,318.05	29,804	390
Haines	23	434,086	4,780.11	18,873	208
Juneau, City & Borough	254	10,052,250	149,737.84	39,576	590
Kenai Peninsula	247	5,135,050	74,140.10	20,790	300
Ketchikan Gateway	208	5,367,165	91,003.58	25,804	438
Kodiak Island	68	1,522,622	22,659.52	22,392	333
Matanuska-Susitna	212	5,453,020	50,316.29	25,722	237
North Slope	19	305,410	3,145.73	16,074	166
Sitka, City & Borough	95	3,598,790	17,993.95	37,882	189
TOTAL BOROUGHS	2,353	71,467,655	\$1,097,749.14	30,373	\$467
<hr/>					
<u>CITIES</u>					
Cordova	33	670,380	\$ 12,402.07	20,315	\$376
Craig	8	96,010	1,056.11	12,001	132
Dillingham	16	423,702	7,838.60	26,481	490
Nenana	1	3,700	37.00	3,700	37
Nome	49	390,960	6,992.11	7,979	143
Pelican	3	16,941	237.16	5,647	79
Petersburg	59	1,611,790	19,341.50	27,318	328
Skagway	19	467,467	8,414.40	24,604	443
Unalaska	3	72,100	1,261.76	24,033	421
Valdez	10	337,640	3,374.89	33,764	337
Wrangell	54	1,178,715	12,477.49	21,828	231
TOTAL CITIES	255	5,269,405	\$ 73,433.09	20,664	\$288
BOROUGHS	2,353	71,467,655	\$1,097,749.14	30,373	\$467
CITIES	255	5,269,405	73,433.09	20,664	288
STATEWIDE TOTAL	2,608	76,737,060	\$1,171,227.23	29,424	\$449

TABLE B-2
SENIOR CITIZEN PROPERTY TAX EXEMPTION
1976 TAX YEAR PROGRAM

FREQUENCY DISTRIBUTION: INTERVALS IDENTIFIED BY LOWER LIMITS

BOROUGHS	Range		Frequencies of Assessed Value (in thousands) in Intervals of 5,000																				Total
	Low	High	0	5	10	15	20	25	30	35	40	45	50	55	60	65	70	75	80	85	90	95+	
Anchorage	0.4	230	63	38	27	88	98 ¹	102	131 ²	89	64 ³	53	39	26	17	14	7	3	4	4	15	886	
Bristol Bay*	11.9	26		2 ¹	1	2 ²	1 ³	1														7	
Fairbanks	0.3	109	7	28	44	32 ¹	50	41 ²	24	20	19 ³	19	15	9	7	9	1	3	2	1	1	2	334
Haines	2.3	49	5	1	2 ¹	6 ²	4	1 ³		2	1	1										23	
Juneau	1.0	142	6	8	13	17	22 ¹	20	21	32 ²	28	24	12 ³	18	7	9	3	2	1	3	2	6	254
Kenai	2.5	70	13	48	37 ¹	41 ²	33	19 ³	18	16	10	6	1	1	1	1	2					247	
Ketchikan	2.0	93	8	16	21	38 ¹	30 ²	26	26 ³	22	6	4	1	3		1	2	1		2	1	208	
Kodiak	0.6	48	7	14 ¹	4	4	8 ²	11	6 ³	7	6	1										62	
Matanuska-Susitna	0.5	88	19	14	25 ¹	19	30 ²	29	27 ³	16	10	10	3	4	1	2	1	1	1	1		212	
North Slope*	10.6	51		4	1 ¹	1	7 ²	4 ³				1	1									19	
Sitka	1.0	122	4	7	5	8 ¹	10	12	7 ²	7	7	2	4 ³	5	2	3	2	2	1	1	1	95	
TOTAL	0.4	230	132	174	184	255 ¹	288	269 ²	265	211 ³	151	121	76	66	35	39	18	11	9	12	8	29	2,351
<u>CITIES</u>																							
Cordova			5	6	8	1	2	5			1	1	2	1	1								33
Craig			1	2	4		1																8
Dillingham					2	2	3	3	2	3			1										16
Nenana			1																				1
Nome			21	15	5	3	2	3															49
Pelican			1	2																			3
Petersburg			1	1	5	13	12	5	5	6	3	3	3	1	1								59
Skagway				2	2	3	3	3	3	1	2												19
Unalaska			1	1																			3
Valdez			1		1			2		1	1	3	1										10
Wrangell			4	9	7	8	7	5	5	3	2	2											54
TOTAL	0.5	68	36	38 ¹	34	30 ²	30	26 ³	15	14	9	10	6	2	2								255
STATEWIDE TOTAL	0.4	230	168	212	218	285 ¹	318	295 ²	280	225 ³	160	131	82	68	40	39	18	11	9	12	8	29	2,602
						(15,945)		(26,745)		(39,020)													

¹ First Quartile

² Median

³ Third Quartile

* Includes 10,000 Value Municipal Residential Property Exemption, AS 29.53.025(a)

ALASKA ADMINISTRATIVE CODE TITLE 19
DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS

CHAPTER 40
SENIOR CITIZEN PROPERTY TAX EXEMPTION

19 AAC 40.010. METHOD OF APPLICATION. Applications for the senior citizen property tax exemption shall be on forms provided by the Department of Community and Regional Affairs. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.020. FORMS. Form 21-400 is hereby adopted by the department for use in the application for senior citizen property tax exemptions. (Eff. 1/28/73, Reg. 45; am 1/27/74, Reg. 48)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.030. OBTAINING FORMS. Application forms are available only from the office of the clerk or assessor of the municipality. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.040. SUBMISSION OF APPLICATION. Exemption applications filed after January 15 in accordance with AS 29.53.020 must be accompanied by written notice from the governing body of the municipality granting waiver of filing date for good cause shown. (Eff. 1/28/73, Reg. 45; am 3/31/76, Reg. 57; Eff. / / , Reg.)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.050. SUBMISSION OF AMENDED APPLICATION. Repealed.
(Eff. 1/27/74, Reg. 48)

19 AAC 40.060. SUPPLEMENTARY INFORMATION. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.070. CONFIDENTIALITY. Repealed (Eff. 1/27/74, Reg. 48)

19 AAC 40.080. APPLICABILITY OF INCOME CRITERIA. (a) Repealed. (Eff. 1/27/74, Reg. 48)

(b) When an eligible person and his or her spouse occupy the same permanent place of abode, the exemption applies to the entire value of their property, regardless of whether the property is held in the name of the husband, wife, or both.

(c) When the standard of eligibility is met, the exemption is that portion of the tax equal to the percent of ownership of the eligible owner or owners. (Eff. 1/28/73, Reg. 45; am 1/27/74, Reg. 48)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.090. APPLICABILITY OF LIENS. Notwithstanding qualification for exemption under AS 29.53.020, property remains subject to the lien provisions of AS 29.53.200-29.53.390. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.100. PENALTY. Repealed. (Eff. 1/27/74, Reg. 48)

19 AAC 40.110. APPEAL. (a) An applicant aggrieved by any determination of the local assessor, except a decision as to the purpose of a transfer, may appeal under AS 29.53.130-29.53.135 to his local board of equalization.

(b) The determination of the Board of Equalization is appealable under AS 44.62.560-44.62.570. (Eff. 1/28/73, Reg. 45)

Authority: AS 29.53.020(f)
AS 44.47.160

19 AAC 40.120. DEFINITIONS. In this chapter:

- (1) repealed (Eff. 1/27/74, Reg. 48);
- (2) "exemption year" means the calendar year for which the exemption is sought;
- (3) "real property" includes, but is not limited to, mobile homes, whether classified as real or personal property for municipal tax purposes;

(4) "permanent place of abode" means a dwelling, or a dwelling unit in a multiple dwelling, including lots and outbuildings, or an appropriate portion thereof, which are necessary to convenient use of the dwelling unit;

(5) "resident" includes applicants who have a fixed habitation in the State of Alaska, and, when absent, intend to return to the State of Alaska;

(6) "ownership" means that an applicant is possessed of an interest, other than a leasehold, in real property, including a mobile home, which interest is recorded in the office of the district recorder, or, if unrecorded, is attested by a contract, bill of sale, deed of trust, or other proof in a form satisfactory to the local assessor;

(7) "department" means the Department of Community and Regional Affairs;

(8) "senior citizen" means an applicant who is 65 years of age or older on January 1 of the exemption year. (Eff. 1/28/73, Reg. 45; am 4/18/73, Reg. 45; am 1/27/74, Reg. 48, am 3/31/76, Reg. 57)

Authority: AS 29.53.020(f)
AS 44.47,160

SENIOR CITIZEN APPLICATION FOR PROPERTY TAX EXEMPTION

AS 29.53.020(e)

Application must be filed on or before January 15 of each assessment year

MUNICIPALITY _____

ACCOUNT NUMBER _____

NAME OF APPLICANT _____

NAME OF SPOUSE _____

SOCIAL SECURITY NUMBER _____

SOCIAL SECURITY NUMBER _____

MAILING ADDRESS _____

STREET ADDRESS _____

CITY _____ STATE _____ ZIP CODE _____

TELEPHONE: HOME _____ OFFICE _____

PROPERTY DESCRIPTION, TYPE AND LOCATION

City or Service Area _____ Single Family Apartment Subdivision _____Parcel Number _____ Condominium Duplex Block _____ Lot _____ Survey _____Recording District _____ Date _____ Mobile Home Farm Section _____ Township _____ Range _____

Instrument _____ Vol. _____ Page _____ Name of Trailer Park _____ Space Number _____

RESIDENCE
AND OWNERSHIP:Verified By: _____
Assessor or Clerk

AGE:

Verified By: _____
Assessor or Clerk Owner or Purchaser of Record Life Estate

I will be _____ years of age prior to January 1.

 Part Owner of Record: % _____ of Ownership Proof filed with prior years application or, the
following is submitted as proof of my date of birth:Is your home on land your own? Yes No

DATE OF BIRTH: Month _____ Day _____ Year _____

 I hereby apply for the Senior Citizen Property Tax Exemption on my property as provided in AS 29.53.020(e) for the
19 _____ assessment year. The above described property is my permanent residence and I am residing thereon.I the undersigned certify that I have read this application and the answers given are true and correct to the best of my
knowledge. I understand that willful misstatement is subject to punishment by fine or imprisonment under AS 11.30.270.

DATE _____ SIGNATURE OF APPLICANT _____

Renewal must be verified annually SPECIAL ASSESSMENT DEFERMENT RENEWAL AS 29.63.065

 I hereby apply for renewal of the Senior Citizen Special Assessment Deferral on my property as provided in AS 29.63.065. Original Applicant Spouse of Original Applicant Minor Heir of Original Applicant (to age 25)I the undersigned certify that I have read this application and the answers given are true and correct to the best of my
knowledge. I understand that willful misstatement is subject to punishment by fine or imprisonment under AS 11.30.270.

DATE _____ SIGNATURE OF APPLICANT _____

THIS SPACE FOR LOCAL ASSESSORS USE ONLY

PROPERTY TAX EXEMPTION

LATE FILING

New Filing Filed Last Year Approved Denied: _____

Approved

Certification or, Minutes Attached

Denied

TOTAL PROPERTY VALUE

MUNICIPALLY MANDATED EXEMPTION, AS 29.53.025(a) Less

ADJ. FOR DWELLING UNIT:

DWELLING UNIT VALUE

ADJ. FOR PART OWNER: Less

TOTAL TAXABLE VALUE

TOTAL EXEMPT
(Total adjusted value or limit)

TAX CODE AREA MILL RATE TOTAL TAX EXEMPT \$

SPECIAL ASSESSMENT DEFERMENT RENEWAL

No more than one sewer connection

No more than one water connection

Municipal Verification
(Form attached)

Approved Denied: _____

\$ TOTAL DEFERRED

Local Assessor's copy - white
Form 21-400

Department of Community & Regional Affairs' copy - yellow

Taxpayer's copy - pink.

PUBLIC WORKS VERIFICATION FORM

SENIOR CITIZEN SPECIAL ASSESSMENT DEFERMENT

AS 29.63.065.

Name of Applicant _____

Parcel Number _____

Local Improvement District Number _____

City or Service Area _____

Spouse or original applicant Minor heir of original applicant

No more than one sewer connection

Prepared by: _____
Service Area or Public Works
Department Personnel

Date: _____

PROPOSED LEGISLATION

AN ACT

Relative to providing property tax relief in addition to exemption provided for senior citizens under AS 29.53.020(e)-(i).

Be it enacted by the legislature of the State of Alaska:

AS 29.73 is amended to read:

AS 29.73.070: Senior Citizen Property Tax Circuit Breaker Assistance.

(a) The owner of a dwelling unit that is exempt from payment of property taxes upon their dwelling unit for the assessment year under AS 29.53.020(e)-(i) and whose annual income from all sources does not exceed \$20,000 may be entitled to a grant payment from the State through the Department of Community and Regional Affairs for a portion of property taxes paid by the applicant upon that dwelling unit which exceeds the exemption allowed by AS 29.53.020(e)-(i) as evidenced by a tax payment receipt in accordance with the following schedule:

<u>Annual Modified Adjusted Gross Income</u>	<u>Percent of Nonexempt Property Tax Eligible for Assistance</u>
Not over	
8,000	90%
9,500	80%
11,000	70%
12,500	60%
14,000	50%
15,500	40%
17,000	30%
18,500	20%
20,000	10%
over 20,000	-0-

(b) No exemption may be granted except upon written application for the grant payment on a form prescribed by the Department of Community and Regional Affairs. Application must be filed with the Department prior to the July 1 immediately following the assessment year for which the grant payment is sought. A separate application must be filed annually for each assessment year in which the grant payment is sought.

(c) "Modified Adjusted Gross Income of applicant and spouse" means the sum of "adjusted gross income" as defined in Section 62 of the Internal Revenue Code (26 U.S.C.62), alimony, support money, public assistance, and relief (not including relief granted under this section), cost of living allowance paid to federal employees, allowances received by dependents of servicemen, the gross amount of any pension or annuity (including railroad retirement benefits, all payments received under the Federal Social Security Act, the Alaska Longevity Bonus, and all benefits under the Veterans's Acts), nontaxable interest received from the state or federal government or any of its instrumentalities, workmen's compensation, the gross amount of "loss of time" insurance, and the amount of capital gains excluded from adjusted gross income. It does not include gifts from nongovernmental sources, or surplus food or other relief in-kind supplied by a governmental agency (property tax exemption under AS 29.53.020(e)-(i) is considered in-kind relief for purposes of this section).

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. Proposed Legislation

Title Senior Citizen Property Tax Circuit Breaker Assistance

Requested by Sponsor

Date 1/26/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Local Government Assistance

Budget Request Unit(s) Affected _____

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES		13.9				
200 TRAVEL						
300 CONTRACTUAL		2.5				
400 COMMODITIES						
500 EQUIPMENT		1.9				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		100.0				
TOTAL		118.3				

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify)						

POSITIONS

FULL TIME		12 Mo.				
PART TIME						
TEMPORARY						

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

A final estimate of the grant fund requirement for the operation of the circuit breaker is based on the analysis of the current senior citizen property tax exemption program. To fully fund complete exemption would require \$195,000 in addition to the formula established limitation. By the recommended graduated circuit breaker, approximately 50% of this amount, or \$100,000 grant would fund the additional payments to eligible applicants. Operation of the program will require the addition of a full time clerk typist III position.

IV. DATE 1-26-77

PREPARED BY _____, State Assessor

AGENCY Community & Regional Affairs

PHONE 465-4730

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Funding Required for Administration of the Senior Citizen Circuit
Breaker:

100 Personal Services

Clerk Typist III, 8-A, \$957	\$11,484
21% benefits	<u>2,412</u>
	13,896

Contractual

Postage	150
Printing	1,150
Advertising	500
Data Processing	500
Telephone	<u>204</u>
	2,504

Equipment

Calculator @ 440	440
Desk	360
Chair	195
Lamp	60
Typewriter	<u>795</u>
	1,850
	<u>18,250</u>

Department of Community & Regional Affairs
Division of Local Government Assistance
Office of the State Assessor
January 26, 1977

Department of Community & Regional Affairs
Division of Local Government Assistance
State Assessor Office
January 25, 1977

SENIOR CITIZEN - PROPERTY TAX EXEMPTION - "CIRCUIT BREAKER" ASSISTANCE

The attached analysis of the FY 77 senior citizen property tax reimbursement has been prepared to illustrate the fiscal and citizen impact of the assessed value limit in effect for the FY 78 program and to show the probable scope of proposed 'circuit breaker' assistance legislation.

The 'circuit breaker' offers assistance in addition to the basic 'homestead' exemption. The additional assistance is based on proof of disproportionate property tax levy relative to income and assumes that any homeowner at whatever income level should support his property to the extent of a minimum of 10% above the basic 'homestead' exemption.

Based on Bureau of Labor Statistics, a moderately comfortable annual income for an Alaskan senior citizen household in FY 76 was \$8,800 and a high income was placed at \$12,500. The 'circuit breaker' allows 90% assistance for remaining property tax after the basic 40,000 value to all income levels up to \$8,000. The exemption is reduced by 10% for each additional \$1,500 in annual income. Annual income of over \$20,000 would not be eligible for 'circuit breaker' assistance.

TABLE I:

Is a comparison of the actual reimbursement and the impact of a 40,000 value limit, if such had been in effect.

There were 2,608 senior citizens receiving full forgiveness of property tax in FY 77; had the limit been in effect, 2,006 (77%) would have continued to receive 100% exemption.

Of the \$1,171,227 reimbursed to municipalities in FY 77, \$1,017,598 (87%) would have been reimbursed, notwithstanding the 40,000 value limit.

Projections for the FY 78 program are based on an estimated increase of 8% in the number of applicants and an increase of 27% in total revenue reimbursed.

TABLE II:

Is an analysis of properties that would have been involved in the proposed 'circuit breaker' assistance legislation, had it been in effect.

There were 602 properties valued in excess of 40,000. The total tax on those properties was \$515,782, of which \$362,153 (70%) would have been reimbursed in full.

The tax on the value over 40,000 was \$153,629 which would have been subject to 'circuit breaker' assistance income level criteria.

Individual properties would have had a minimum tax exemption of \$200 in Sitka to a maximum exemption of \$856 in Ketchikan.

TABLE III:

Is a comparison of the number of properties subject to a tax levy above the exempt limit by tax levy categories.

Of the 602 properties subject to additional taxes after the exemption limit, 220 would have been liable for less than \$100 each and 5 for more than \$2,000 each.

TABLE IV:

Is a comparison of the total revenue levied on values over 40,00 by tax levy category.

Approximately 50% (\$76,658) of the total revenue that would effect the proposed 'circuit breaker' relief, involved 317 properties liable for less than \$500 each or an average levy of \$242 above the exempt value tax of between \$200 to \$856 .

SENIOR CITIZEN PROPERTY TAX EXEMPTION
 FISCAL YEAR 1977 PROGRAM

TABLE I

	Number of Applicants			Property Tax Levy		
	Total	Value to 40,000	% of Total	on Total Value	on Value to 40,000	% of Total
Anchorage, Municipality	886	637	72	\$ 552,525	\$ 465,784	84
Fairbanks North Star	334	247	74	130,318	114,271	88
Juneau, City & Borough	254	141	56	149,738	119,916	80
Kenai Peninsula	247	225	91	74,140	71,590	97
Ketchikan Gateway	208	187	90	91,004	85,547	94
Kodiak Island	68	61	90	22,660	22,277	98
Matanuska-Susitna	212	179	84	50,316	46,583	93
Sitka, City & Borough	95	60	63	17,994	13,491	75
*Other	304	269	88	82,532	76,140	95
TOTAL	2,608	2,006	77	\$1,171,227	\$1,017,598	87
(0 8% increase)			(0 27% increase)			
PROJECTED TOTALS FOR FY 1978 PROGRAM	2,817	2,166		\$1,487,458	\$1,292,349	

TABLE II
 PROPERTIES VALUED AT OVER 40,000

	Property Tax Levy				
	Number of Applicants	on Total Value	on Value to 40,000	over 40,000 value	Range of Individual Levy on Value to 40,000
Anchorage, Municipality	249	269,490	162,749	86,741	506.60 to 817.60
Fairbanks North Star	87	61,691	45,644	16,047	252.00 to 652.00
Juneau, City & Borough	113	97,034	67,212	29,822	563.20 to 614.40
Kenai Peninsula	22	15,294	12,714	2,549	208.00 to 760.00
Ketchikan Gateway	21	17,818	12,361	5,457	384.00 to 856.00
Kodiak Island	7	4,435	4,052	383	392.80 to 653.20
Matanuska-Susitna	33	15,990	12,257	3,733	307.00 to 520.00
Sitka, City & Borough	35	11,504	7,000	4,504	200.00 to 200.00
*Other	35	22,526	18,134	4,392	304.00 to 740.00
TOTAL	602	515,782	362,153	153,629	200.00 to 856.00
% of Total		70	30		
(0 8% increase)			(0 27% increase)		
PROJECTED TOTALS FOR FY 1978 PROGRAM	650		195,109		

*The Bristol Bay, Haines and North Slope Boroughs plus all participating cities.

TABLE III
 TAX LEVY ON VALUE OVER 40,000

	Number of Properties					
	under \$100	\$500	\$1,000	\$2,000	to \$4,600	
Anchorage, Municipality	65	139	27	13	5	249
Fairbanks North Star	38	47	2			87
Juneau, City & Borough	36	63	9	5		113
Kenai Peninsula	13	8	1			22
Ketchikan Gateway	6	13	1	1		21
Kodiak Island	6	1				7
Matanuska-Susitna	19	14				33
Sitka, City & Borough	18	17				35
*Other	19	15	1			35
TOTAL	220	317	41	19	5	602

TABLE IV
 TAX LEVY ON VALUE OVER 40,000

	Tax Revenue by Tax Category					
	under \$100	\$500	\$1,000	\$2,000	to \$4,600	
Anchorage, Municipality	2,975	34,277	17,620	16,862	15,007	86,741
Fairbanks North Star	2,085	12,465	1,497			16,047
Juneau, City & Borough	1,907	15,243	6,287	6,385		29,822
Kenai Peninsula	573	1,402	575			2,549
Ketchikan Gateway	224	3,493	596	1,144		5,457
Kodiak Island	255	128				383
Matanuska-Susitna	742	2,991				3,733
Sitka, City & Borough	800	3,703				4,504
*Other	909	2,956	527			4,392
TOTAL	10,470	76,558	27,102	24,391	15,007	153,629
AVERAGE PER PROPERTY	\$48	\$242	\$661	\$1,284	\$3,001	

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SB No. 86

Title An act relating to real property tax exemptions for senior citizens

Requested by Senate-CARA

Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			216.8	275.3	349.6	
TOTAL			216.8	275.3	349.6	

FUNDING (Thousands of Dollars)

GENERAL FUND		216.8	275.3	349.6
FEDERAL FUNDS				
OTHER (Specify)				

POSITIONS

FULL TIME				
PART TIME				
TEMPORARY				

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

General Fund

• of applicants FY 78 - 2817	=	8% increase over FY 77 - 2608
Exemption: FY 78 Grant 1,570.1	=	6 senior citizens required to pay 0.0
DO limitation: FY 78 Grant 1,545.5	=	48 senior citizens required to pay 23.5
DO limitation: FY 78 Grant 1,375.0	=	650 senior citizens required to pay 195.1
86 additional FY 79 Grant 216.8	=	Total funding FY 79 1964.0

Administrative Costs

Additional funding required.

Analysis attached: The figures used above reflect a 5% BRU Grant increase over the historic trend factor used in the attached analysis.

DATE 2/2/77

PREPARED BY S. Robert Long, State Assessor
AGENCY Community & Regional Affairs

Original: Legislative Finance

PHONE 465-4730

Budget and Management

Prime Sponsor (First Legislator Named)

Department of Community and Regional Affairs
Division of Local Government Assistance
State Assessor Office

February 2, 1977

Senior Citizen Property Tax Exemption

SB 86, 100,000 Assessed Value Limit

The attached analysis was prepared to illustrate the citizen impact of SB 86 which proposes raising the current formula limitation to a 100,000 assessed value limit.

Table I

Illustrates a comparison of alternative program totals:

The total reimbursement for the FY 77 unlimited program is approximately \$1,171,227 for 2,608 applicants, stipulating an 8% increase in applicants and a 27% increase in total property tax, a FY 78 unlimited reimbursement would be about \$1,487,458 for 2,817 applicants.

From Table II, the 100,000 limit would reduce an unlimited program by about \$25,000, for a total reimbursement of \$1,462,950 in FY 78.

The formula assessed value limit has been established to be 40,000 in FY 78 and it is estimated to require a \$1,292,349 reimbursement, therefore, raising the assessed value limit from 40,000 to 100,000 will require about \$170,500 in additional funds.

The FY 78 BRU grant for the formula limitation program is \$1,375,000, SB 86 would increase the total grant requirement to \$1,545,500.

Table II

Table II is a list of the 26, FY 77 applications showing a value over 100,000 and the corresponding total tax levy on those properties of \$56,532.81. Also, a list of 22 applications showing a FY 77 value of over 85,000 has been compiled with a total tax levy on those properties of \$28,355.09. These 22 properties are projected to reach or exceed 100,000 in FY 78. Stipulation of a 27% increase in total tax levy projects a total FY 78 tax of \$107,807.63 on the 48 properties listed. At an average rate of 17 mills, \$83,300 of the total value would be exempt under SB 86. This leaves approximately \$25,000 that would not be eligible for reimbursement.

**SENIOR CITIZEN PROPERTY TAX EXEMPTION
SB 86; 100,000 ASSESSED VALUE LIMIT**

**TABLE I
TOTAL PROGRAM SUMMARY**

	Number of Applications	Assessed Value	Tax Levy
Total Senior Citizens Property			
FY 77	2608	76,737,060	\$1,171,227
Projected increase	[0 8%]	[0 27%]	[0 27%]
FY 78 projected	2817	97,456,066	1,487,458
Per 100,000 values analysis below		(1,946,234)	(24,508)
100,000 Value Limit Program Total	2817	95,509,832	\$1,462,950
*Formula limit program	2817		(1,292,349)
FY 78 Additional Grant Required for SB 86			\$ 170,601

*FY 78 BRU Grant	\$1,375,000
SB 86	<u>170,500</u>
Total FY 78 Grant Requirement - SB 86	\$1,545,500

**TABLE II
ANALYSIS OF SENIOR CITIZEN PROPERTIES VALUED AT OVER 100,000**

	Number of Applications	FY 77 Values Over 100,000	FY 77 Tax	Number of Applications	Values Projected To Exceed 100,000 in FY 78	FY 77 Tax
Juneau, City & Borough of						
		127,000	\$ 1,950.72		94,200	\$ 1,446.91
		142,400	2,004.99		86,900	1,334.78
		137,300	1,933.18		86,400	1,327.10
		115,500	1,675.91		92,400	1,300.99
		118,700	1,722.34		87,600	1,283.34
		<u>640,900</u>	<u>\$ 9,287.14</u>		<u>97,700</u>	<u>1,500.67</u>
FY 77	5			6	545,200	\$ 8,193.79
Anchorage, Municipality of						
		234,500	\$ 4,793.18		84,925	\$ 1,735.86
		106,325	2,173.28		92,900	1,898.88
		105,040	2,147.02		86,200	1,227.48
		144,225	2,933.54		93,975	1,920.84
		113,725	2,324.54		85,000	1,737.40
		105,250	2,151.30		93,000	1,900.92
		141,550	2,893.28		89,625	1,851.94
		136,025	2,780.34		93,300	1,479.74
		262,300	5,361.40		85,150	1,740.46
		152,150	3,109.94			
		107,075	1,524.74			
		111,400	2,277.02			
		105,300	2,152.31			
		139,348	2,846.27			
		109,350	1,557.14			
		110,800	1,577.78			
		<u>112,675</u>	<u>2,303.08</u>			
FY 77	17	2,297,038	\$ 44,908.16		804,075	\$15,473.52
Sitka, City & Borough of						
		122,030	\$ 610.15		90,700	\$ 493.50
		101,790	508.95		98,080	490.40
		106,310	531.55		86,080	430.40
		<u>330,130</u>	<u>\$ 1,650.65</u>		<u>99,260</u>	<u>496.30</u>
FY 77	3			4	382,120	\$ 1,910.00
Fairbanks North Star Borough						
		109,025	\$ 686.86		99,900	\$ 1,628.37
		<u>109,025</u>	<u>\$ 686.86</u>		<u>94,700</u>	<u>596.61</u>
FY 77	1	109,025	\$ 686.86		87,650	552.20
Total FY 77	26	3,377,093	\$ 56,532.81		2,013,645	\$28,355.09
Projected increase		[0 27%]	[0 27%]		[0 27%]	[0 27%]
FY 78 projected	26	4,288,908	71,796.67		2,557,329	36,010.96
	<u>22</u>	<u>2,557,329</u>	<u>\$ 36,010.96</u>			
Total FY 78	48	6,846,234	\$107,807.63			
Average Mill Rate .017						
49 applications @100,000 each		4,900,000	\$ 83,300			
Not reimbursed per SB 86		1,946,234	\$ 24,507.63			

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS HB No. 5

Title An act relating to exemption from real property taxes for senior citizens
Requested by House & Senate C&RA Committees Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		195.1	247.8	314.7	399.7	
TOTAL	195.1	247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND	195.1	247.8	314.7	399.7
FEDERAL FUNDS				
OTHER (Specify)				

POSITIONS

FULL TIME				
PART TIME				
TEMPORARY				

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

Governors Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (40,000 assessed value limitation.)

Number of applicants 2817 = 8% increase over FY 77 - 2603.

77% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

CS HB #5 - Amends AS 29.53.020(e) by providing full exemption FY 78 -

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 2817 = Average tax per applicant \$557.3

Increased FY 78 grant for full funding \$195.1 = Total FY 78 Grant \$1570.1

Administrative Costs: No additional funds requested FY 78.

No additional funds requested or provided to implement the limitation formula Sec. 1, ch 217, SLA 1976.

IV. DATE 2-2-77

PREPARED BY

AGENCY

Robert Cooper
Community & Regional Affairs

PHONE 465-4730

Original: Legislative Finance

Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB No. 5 - SB No. 6

Title An act relating to exemption from real property taxes for senior citizens
Requested by House & Senate C&RA Committees Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			247.8	314.7	399.7	
TOTAL		247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND		247.8	314.7	399.7	
FEDERAL FUNDS					
OTHER (Specify)					

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

Governor's Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (est. FY 79 - \$1,746.2)

Number of applicants 2817 = 8% increase over FY 77 - 2608.

of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

HB #5 - SB #6 - Amends AS 29.53.020(e) and provides full exemption FY 79.

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 3042 = Average tax per applicant \$655.5

Increased FY 79 grant for full funding \$247.8 = Total FY 79 Grant \$1,994.0

DATE 2-2-77

PREPARED BY S. Richard Dozier, State Assessor

AGENCY Community & Regional Affairs

PHONE 465-4730

Milt Barker 4

VOCATIONAL REHABILITATION

Clients Served and
Classified as Being
Severely Disabled

1972-March 5, 1977

BLINDNESS 126

DEAFNESS 222

ORTHOPEDIC DEFORMITY AND FUNCTIONAL IMPAIRMENT, EXCEPT AMPUTATION Due To:

Cerebral Palsy	38
Congenital Malformation or Other Ill-defined Birth Injury	19
Other Diseases, Infections & Non-infections	23
Arthritis and Rheumatism	57
Stroke	43
Poliomyelitis	13
Muscular Dystrophy	5
Multiple Sclerosis	33
Parkinson's Disease	1
Accidents and Injuries Involving the Spinal Cord	158
All Other Accidents, Injuries, and Poisonings	76
	466

ABSENCE OR AMPUTATION OF MAJOR & MINOR MEMBERS Due To:

Congenital Malformation	1
Diseases, Infectious and Non-infectious (Including peripheral vascular, diabetes, tuberculosis of bones and joints), and infections (including gangrene)	3
Accidents, Injuries, and Poisonings	9
	13

MENTAL, PSYCHONEUROTIC, AND PERSONALITY DISORDERS

Mental Retardation 247

OTHER DISABLING CONDITIONS FOR WHICH ETIOLOGY IS NOT KNOWN OR NOT APPROPRIATE

Other Conditions: of the Blood; resulting from Neoplasm; of the Digestive and Genito-Urinary Systems; Other n.e.c.
65

TOTAL CLIENTS SERVED WITH A MAJOR DISABILITY
OF SEVERELY DISABLED 1972-March 5, 1977 1,139

TELEGRAM

RCA ALASKA COMMUNICATIONS, INC.

PHONE: 386-6440

JUNEAU, ALASKA 99801

02012 ANCHORAGE ALASKA 29 05-12 915A ADT

PMS SENATOR JOHN SACKETT

JUN

WILL YOU PLEASE MAKE EVERY EFFORT TO GET SENIOR CITIZENS
TAX FORGIVENESS BILL RETRO TO 1-1-77 OUT OF COMMITTEE AND
PASSED THIS SESSION

VIRGINIA BLANCHARD BOX 95L SRA ANCHORAGE AK 99507

1977 MAY 12 12 17

TELEGRAM

RCA ALASKA COMMUNICATIONS, INC.

PHONE: 566-6440

JUNEAU, ALASKA 99801

02020 NL ANCHORAGE ALASKA 50 05-12 927A ADT

PMS SENATOR JOHN SACKETT

JUN

CSHBS SHOULD NOT BE AMENDED THIS SESSION ELDERLY IN HIGH
INFLATION AREAS SHOULD NOT BE FORCED TO SELL OR MOVE THEY
HAVE ONLY FEW YEARS LEFT

ROSE PALMQUIST 1829 EAST 5TH ANCHORAGE 99501

1977 MAY 12 12 21

TELEGRAM

RCA ALASKA COMMUNICATIONS, INC.
PHONE: 5136-6440
JUNEAU, ALASKA 99801

02100 NL ANCHORAGE ALASKA 41 05-11 0345P ADT

1977 MAY 11

20

61

PMS SEN JOHN SACKETT

JUN

SENIOR CITIZENS STRONGLY OBJECT TO ANY AMENDMENT THAT
MIGHT JEOPARDIZE HB5.

MANY ELDERLY HOMEOWNERS IN ANCHORAGE OCCUPYING THE SAME
HOUSE ON THE SAME LOT FOR 30 OR 40 YARS HAVE PROPERTY
EVALUATION OF MORE THAN 100,000

DLRS DUE TO INFLATION

NONA MCVICKER EXECUTIVE DIRECTOR
OLDER PERSONS ACTION GROUP

STATE
of ALASKA

MEMORANDUM

TO: Honorable Chancy Croft
Senate Finance Committee

DATE : February 16, 1977

FROM: Milt Barker, Fiscal Analyst
Legislative Finance

SUBJECT: House Bill 5

MB

In the file for House Bill 5, which removes the limitation on assessed value qualifying for senior citizen tax exemption, is material also relating to Senate Bill 86 which would place a \$100,000 limitation on assessed values, and material relating to a "circuit breaker" proposal which provides reimbursement on a sliding scale according to income to the senior citizen homeowner for taxes paid on assessed values in excess of the current third quartile limitation.

The fiscal notes for FY 78 on these proposals and other assessed value ceilings would be as follows:

House Bill 5 (no ceiling)	\$195,100
\$150,000 assessed value	186,300
\$125,000 assessed value	178,500
Senate Bill 86 (\$100,000 ceiling)	170,500
\$75,000 assessed value	149,100
"circuit breaker"	118,300*

*This proposal includes \$18,300 additional administrative costs according to ~~RA~~ & RA's fiscal note.

MB:bf

COMMITTEE REPORT

1-28-77

HOUSE

Feb. 3 1977

Date

Mr. Speaker:

The Committee on FINANCE has had HB 5

under consideration. A majority of the members of the Committee

recommends it do pass

recommends it do not pass

recommends it do pass with attached amendment(s)

recommends it be replaced with CS for HB 5 (CYRA) and that CS for HB 5 do pass

(and) recommends it be referred to the _____ committee

reports it back without recommendation

AND attaches a report of its intent

(other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

John Brown John Edwards
Freeman John Edwards
Frank John Edwards
Howard John Edwards

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

recommends: _____
recommends: _____
recommends: _____

Chairman

Original sponsors: Rhode, Malone,
Snider, et al

Offered: 1/28/77
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to exemption from real property taxes
7 for senior citizens; and providing for an effective
8 date."

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

10 * Section 1. AS 29.53.020(e) is amended to read:

11 (e) The real property owned and occupied as a permanent place of
12 abode by a resident 65 years of age or over is exempt from taxation of
13 the assessed value of the real property [UP TO AND INCLUDING AN ASSESSED
14 VALUE LIMIT DETERMINED NO LATER THAN JANUARY 15 OF EACH YEAR BY THE
15 COMMISSIONER OF THE DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS. THE
16 ASSESSED VALUE LIMIT IS THE UPPER LIMIT OF THE THIRD QUARTILE CLASS IN
17 A FREQUENCY DISTRIBUTION OF PREVIOUS YEAR ASSESSED VALUES IN THE STATE].
18 Only one exemption may be granted with respect to the same property and,
19 if two or more persons are eligible for an exemption with respect to the
20 same property, the parties shall decide between or among themselves which
21 shall receive the benefit of the exemption. No real property may be
22 exempted under this subsection which the assessor determines, after
23 notice and hearing to the parties concerned, has been conveyed to the
24 applicant primarily for the purpose of obtaining the exemption. The
25 determination of the assessor is appealable under AS 44.62.560 - 44.62.-
26 570.

27 * Sec. 2. This Act is retroactive to January 1, 1977.

28 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
29 070(c).

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS HB No. 5

Title An act relating to exemption from real property taxes for senior citizens
Requested by House & Senate C&RA Committees

Date 1/24/77

CS HB 51

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		195.1	247.8	314.7	399.7	
TOTAL	195.1	247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND	195.1	247.8	314.7	399.7
FEDERAL FUNDS				
OTHER (Specify)				

POSITIONS

FULL TIME				
PART TIME				
TEMPORARY				

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

Governors Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (40,000 assessed value limitation.)

Number of applicants 2817 = 8% increase over FY 77 - 2608.

77% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

23% of applicants 650 have assessed property values above 40,000 and pay taxes ranging from \$5.00 to \$4000 totaling \$195.1, with arbitrary 5 acre land limitation.

CS HB #5 - Amends AS 29.53.020(e) by providing full exemption FY 78 -

Assumption: The 5 acre land limitation remains in effect.

Number of applicants 2817 = Average tax per applicant \$557.3

Increased FY 78 grant for full funding \$195.1 = Total FY 78 Grant \$1570.1

Administrative Costs: No additional funds requested FY 78.

No additional funds requested or provided to implement the limitation formula Sec. 1, ch 217, SLA 1976.

IV. DATE 2-2-77

PREPARED BY St. Rabach Doyen
AGENCY Community & Regional Affairs

PHONE 465-4730

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Original sponsors: Rhode, Malone,
Snider, et al

Offered: 1/28/77
Referred: Finance

1 IN THE HOUSE

BY THE COMMUNITY AND
REGIONAL AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

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29 070(c).

1 IN THE HOUSE

BY RHODE AND MALONE

2 HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

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THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS HB No. 5

Title An act relating to exemption from real property taxes for senior citizens

Requested by House & Senate C&RA Committees

Date 1/24/77

II. FISCAL DETAIL

Agency Affected Community & Regional Affairs

Program Category Affected Social Services

Budget Request Unit(s) Affected State Assessor 21 22-3-08-00-00

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.		195.1	247.8	314.7	399.7	
TOTAL	195.1	247.8	314.7	399.7		

FUNDING (Thousands of Dollars)

GENERAL FUND	195.1	247.8	314.7	399.7	
FEDERAL FUNDS					
OTHER (Specify)					

POSITIONS

FULL TIME					
PART TIME					
TEMPORARY					

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

Governors Request FY 78 (AS 29.53.029(e)) - \$1,375.0 - (40,000 assessed value limitation.)

Number of applicants 2817 = 8% increase over FY 77 - 2608.

77% of applicants 2167 have assessed property values 40,000 and less and pay no taxes.

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Assumption: The 5 acre land limitation remains in effect.

Number of applicants 2817 = Average tax per applicant \$557.3

Increased FY 78 grant for full funding \$195.1 = Total FY 78 Grant \$1570.1

Administrative Costs: No additional funds requested FY 78.

No additional funds requested or provided to implement the limitation formula Sec. 1, ch 217, SLA 1976.

IV. DATE 2-2-77

PREPARED BY
AGENCY

Robert J. Dosek
Community & Regional Affairs

Original: Legislative Finance

PHONE 465-4730

cc: Budget and Management

Prime Sponsor (First Legislator Named)

1 IN THE HOUSE

BY RHODE AND MALONE

2 HOUSE BILL NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

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25 570.

STATE OF ALASKA

DEPT. OF COMMUNITY & REGIONAL AFFAIRS

JAY S. HAMMOND, GOVERNOR

DIVISION OF LOCAL GOVERNMENT ASSISTANCE

POUCH B - JUNEAU 99811

February 7, 1977

The Honorable Steve Cowper, Chairman
House Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Dear Representative Cowper:

Re: Senior Citizen Property Tax Exemption.

In view of recent erroneous Associated Press releases, the following data is provided for your information.

Currently all senior citizens are eligible for 1977 property tax exemption up to an assessed value of \$40,000 on their home under the formula limitation criteria.

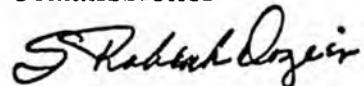
Statutes now in effect provide total exemption to 75% of Alaska's senior citizen homeowners. It is estimated that less than 2 1/2% of those who applied will receive a tax bill of \$500 or more in 1977.

Enclosed is a packet of data prepared by the Department of Community and Regional Affairs relative to current proposals affecting the program. You may be especially interested in the analysis of senior citizen properties valued at more than \$40,000, this data was prepared as 'back up' material for the 'circuit breaker' proposal. Also, the analysis of senior citizen properties valued at over \$100,000 may be valuable, this tabulation was provided with the fiscal note for SB 86.

Thank you for your attention.

Sincerely,

Lee McAnerney
Commissioner


By: S. Robert Dozier
State Assessor

LMcA:SRD:il
Enclosures
cc: Milt Barker
Dan Plotnick
Jesse Dodson



RECORDS CERTIFICATION

I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James O. Smit
Signature of Camera Operator

2/8/90
Date

>An Act relating to age of retirement under the public employees' retirement system; and providing for an effective date."

COMMITTEE REPORT

3/21/77

HOUSE

Mr. Speaker:

Date Feb 1977

The Committee on FINANCE has had MR. 10

under consideration. A Majority of the members of the Committee

() recommends it DO PASS

() recommends it DO NOT PASS

() recommends it DO PASS WITH ATTACHED AMENDMENT(S)

(X) recommends it BE REPLACED WITH CS FOR 10/10 AND THAT

CS FOR *11/10* DO PASS

() "and" recommends it BE REFERRED TO THE

COMMITTEE

() reports it back WITHOUT RECOMMENDATION

() "other"

Members signing the Majority report:

Franklin D. Roosevelt
President of the United States
December 1941

Members NOT concurring in the Majority report:

recommends:

recommends:

recommends:

recommends:

recommends:

Chairman

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. Finance Committee Substitute for House Bill 10
Title An act relating to age of retirement under the Public Employee Retirement System
Requested by State Affairs Date 4/22/77

II. FISCAL DETAIL

Agency Affected Administration - Retirement
Program Category Affected General Government
Budget Request Unit(s) Affected A11

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
200 TRAVEL	-0-	-0-	-0-	-0-	0-	-0-
300 CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
400 COMMODITIES	-0-	-0-	-0-	-0-	-0-	-0-
500 EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
700 GRANTS, CLAIMS, ETC.	-0-	-0-	-0-	-0-	-0-	-0-
100 BENEFITS	-0-	19.2	21.1	Increase @ 10% per annum		
TOTAL	-0-	19.2	21.1			

FUNDING (Thousands of Dollars)

GENERAL FUND	80%	-0-	15.4	16.9	Increase @ 10% per annum	
FEDERAL FUNDS	10%	-0-	1.9	2.1		
OTHER (Specify)	10%	-0-	1.9	2.1		

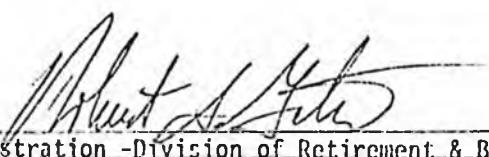
POSITIONS

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

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

1. Assume FY 78 covered payroll to be \$192,000,000
2. Assume total state payroll will increase @ 10% annually
3. Increase in the employer contribution rate will be .01%

IV. DATE April 22, 1977

PREPARED BY 
AGENCY Administration -Division of Retirement & Benefits
PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Original sponsors: Miller and Duncan

1 IN THE HOUSE BY THE FINANCE COMMITTEE
2 CS FOR HOUSE BILL NO. 10
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 TENTH LEGISLATURE - FIRST SESSION
5 A BILL

6 For an Act entitled: "An Act relating to retirement under the public em-
7 ployees' retirement system; and providing for an effec-
8 tive date."

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

* Section 1. AS 39.35.380(a) is repealed and re-enacted to read:

11 (a) An employee is eligible for an early retirement pension on or
12 after his 50th birthday and after he completes five or more years of
13 credited service.

* Sec. 2. AS 39.35.680(11) is repealed and re-enacted to read:

(11) "normal retirement date" for a peace officer or a fireman means the first day of the month following either his 55th birthday and five years of credited service or his 20th year of credited service, whichever is earlier; for any other employee it means the first day of the month following either his 55th birthday and five years of credited service or his 30th year of credited service, whichever is earlier;

21 * Sec. 3. AS 39.35.360(a) is amended to read:

(a) An employee who completes three years of service with the state after January 1, 1961, for which he makes contributions required by this chapter is entitled to service credit for employment rendered to the State and former Territory of Alaska before January 1, 1961, regardless of the office, department, division, or agency of the state or territory in which he was employed, including service as a commissioned officer of the United States Public Health Service, the United States District Court and the United States Commissioner's Court serving the

1 Territory and State of Alaska succeeded to by the Alaska court system,
2 persons employed as United States marshals, United States deputy mar-
3 shals, Civil Aeronautics Administration security guards and heavy equip-
4 ment operators, United States Corps of Engineers security guards, and
5 employees of the United States Fish and Wildlife Service, the Alaska
6 Road Commission, the [AND] Bureau of Public Roads and the Alaska Jail
7 System of the United States Department of Justice. The retirement
8 benefits payable to an employee under this section which are attribu-
9 table to employment rendered to the State and former Territory of Alaska
10 before January 1, 1961, shall be reduced by the amount of the retirement
11 pension benefits paid to him by the United States government for the
12 same period of service.

13 * Sec. 4. Sections 1 and 2 of this Act are retroactive to October 14,
14 1976.

15 * Sec. 5. This Act takes effect immediately in accordance with AS 01.10.-
16 070(c).

THE LEGISLATURE OF THE STATE OF ALASKA
TENTH LEGISLATURE

P. 1 of 3

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SCS for CSHB 10

Title Service Credit to Peace Officers of the Territorial State and Political Sub.
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits

Program Category Affected Retirement and Benefits (PERS)

Budget Request Unit(s) Affected Public Employees' Retirement System

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
200 TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
300 CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
400 COMMODITIES	-0-	-0-	-0-	-0-	-0-	-0-
500 EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
600 LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
700 GRANTS, CLAIMS, ETC.	-0-	-0-	-0-	-0-	-0-	-0-
100 BENEFITS	-0-	-0-	129.0	141.9	156.1	171.7
TOTAL	-0-	-0-	129.0	141.9	156.1	171.7
			+ 25.0 for ACS employees per			

FUNDING (Thousands of Dollars)

GENERAL FUND	80%	-0-	-0-	103.2	113.5	124.9	137.4
FEDERAL FUNDS	17%	-0-	-0-	21.9	24.1	26.5	29.2
OTHER (Specify)	3%	-0-	-0-	3.9	4.3	4.7	5.1

POSITIONS

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

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

- 1: Estimate FY 79 covered payroll to be \$215,000,000.
2. Estimate total State payroll will increase at 10% annually.
3. Estimate not more than 20 employees affected based on work history of current employees of Department of Public Safety.
4. Estimate affected employees eligible for additional 5 years service credit based on current employees of DPS.
5. Increase in State contribution rate is .06% of payroll based on actuarial determination.

Paul B. Arnoldt

IV. DATE 1/19/78

PREPARED BY Paul B. Arnoldt

AGENCY Division of Retirement and Benefits

PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)
Office of Governor (Specifying)

Miller

P 2 of 3

1. REQUEST
 Bill/Resolution No. HB 284 / SCS CS HB 10 (FIN)
 Title Service Credit in PERS and TRS
 Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
 Program Category Affected Retirement and Benefits (PERS)
 Budget Request Unit(s) Affected Public Employees' Retirement System

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL			5.0			
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
100 BENEFITS			26.5	23.7	26.1	28.7
TOTAL	-0-	-0-	26.5	23.7	26.1	28.7

FUNDING (Thousands of Dollars)

GENERAL FUND	80%		17.2	19.0	20.9	23.0
FEDERAL FUNDS	17%		3.7	4.0	4.4	4.9
OTHER (Specify)	3%		0.6	0.7	0.8	0.8
PERS			5.0			

POSITIONS

NONE

FULL TIME

PART TIME

TEMPORARY

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

1. Estimate FY 79 covered State PERS payroll to be \$215,000,000.
2. Estimate future covered payrolls will increase at 10% annually.
3. Increase in State contribution rate would be .01%.
4. Cost to modify data processing system will be a onetime only charge of \$5,000.

IV. DATE 1/23/78

PREPARED BY Paul B. Arnoldt
 AGENCY Division of Retirement and Benefits
 PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) Rules

Office of the Governor - Keith Specking

33-001 (Rev. 10/76) Retirement - Paul Arnoldt

OK P&B

FISCAL NOTE

REQUEST
 Bill/Resolution No. HB 284 / SOS CSHB 10 (EN)
 Title Service Credit in PERS and TRS
 Requested by _____

P. 3 of 3

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
 Program Category Affected Retirement and Benefits (TRS)
 Budget Request Unit(s) Affected Teacher Retirement System

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL			5.0			
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.			21.4	23.5	25.9	28.5
100 BENEFITS			4.9	5.4	5.9	6.5
TOTAL			31.3	28.9	31.8	35.0

FUNDING (Thousands of Dollars)

GENERAL FUND		26.3	28.9	31.8	35.0
FEDERAL FUNDS					
OTHER (Specify)					
TRS		5.0			

POSITIONS

NONE

FULL TIMEPART TIMETEMPORARY**III. ANALYSIS** (See Fiscal Note Preparation Instructions, Section III)

1. Estimate FY 79 covered TRS payroll to be \$214,000,000.
2. Estimate future covered payrolls will increase at 10% annually.
3. Increase in combined TRS State Match and employer contribution rate would be .02%.
4. Administrative costs as attached.

IV. DATE 1/23/78

PREPARED BY

Paul B. Arnoldt

AGENCY

Division of Retirement and Benefits

PHONE

465-4660

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) Rules

Office of the Governor - Keith Specking

33-001 (Rev. 10/76) Retirement - Paul Arnoldt

ATTACHMENT

Bill/Resolution No. HB 284ASSUMPTIONS:

1. Estimated FY79 Payroll (Total System) = \$214,000,000
2. State Contribution Rate to Fund Bill = .01 %
3. State TRS Matching Rate to Fund Bill = .01 %
4. School District Rate to Fund Bill = .01 %

COST ANALYSIS:

<u>Employer</u>	<u>Payroll</u>	<u>Rate</u>	<u>Cost</u>	<u>Appropriation</u>
1. Department of Education	\$ 5,800,000	X .01 %	\$ 580	To Their Budget
2. University of Alaska	\$ 43,500,000	X .01 %	\$ 4,350	To Their Budget
3. State TRS Matching	\$214,000,000	X .01 %	\$21,400	To TRS Hatch
4. State TRS Regular Budget:				
Personal Services			\$ -0-	To Personal Services
Travel			\$ -0-	To Travel
Contractual			\$ 5,000	To Contractual
Equipment			\$ -0-	To Equipment
COST TO STATE IN FY79				<u>\$31,330</u>
5. All School Districts	\$164,700,000	X .01 %	<u>\$16,470</u>	
TOTAL COST IN FY79				<u>\$47,800</u>

REMARKS:

Estimated costs for data processing system modifications are \$5,000. This would be a onetime only cost.

for Finance

1. REQUEST
Bill/Resolution No. HB 284 / SCS CS 1FB 10 (FIN)
Title Service Credit in PERS and TRS
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
Program Category Affected Retirement and Benefits (PERS)
Budget Request Unit(s) Affected Public Employees' Retirement System

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL			5.0			
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
100 BENEFITS			26.5	23.7	26.1	28.7
TOTAL	-0-	-0-	26.5	23.7	26.1	28.7

FUNDING (Thousands of Dollars)

GENERAL FUND	80%		17.2	19.0	20.9	23.0
FEDERAL FUNDS	17%		3.7	4.0	4.4	4.9
OTHER (Specify)	3%		0.6	0.7	0.8	0.8
PERS			5.0			

POSITIONS

NONE

FULL TIME

PART TIME

TEMPORARY

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

1. Estimate FY 79 covered State PERS payroll to be \$215,000,000.
2. Estimate future covered payrolls will increase at 10% annually.
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Paul B. Arnoldt

IV. DATE 1/23/78

PREPARED BY

Paul B. Arnoldt

AGENCY

Division of Retirement and Benefits

PHONE

465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) Rules

Office of the Governor - Keith Specking

33-001 (Rev. 10/76) Retirement - Paul Arnoldt

OK PAB

FISCAL NOTE

REQUEST
Bill/Resolution No. HB 284 / SES CSHB 10 (fin)
Title Service Credit in PERS and IRS
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
Program Category Affected Retirement and Benefits (TRS)
Budget Request Unit(s) Affected Teachers' Retirement System

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
<u>100 PERSONAL SERVICES</u>						
<u>200 TRAVEL</u>						
<u>300 CONTRACTUAL</u>			5.0			
<u>400 COMMODITIES</u>						
<u>500 EQUIPMENT</u>						
<u>600 LAND & STRUCTURES</u>						
<u>700 GRANTS, CLAIMS, ETC.</u>			21.4	23.5	25.9	28.5
<u>100 BENEFITS</u>			4.9	5.4	5.9	6.5
TOTAL			31.3	28.9	31.8	35.0

FUNDING (Thousands of Dollars)

<u>GENERAL FUND</u>		26.3	28.9	31.8	35.0
<u>FEDERAL FUNDS</u>					
<u>OTHER (Specify)</u>					
<u>TRS</u>		5.0			

POSITIONS

NONE

FULL TIME

PART TIME

TEMPORARY

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

1. Estimate FY 79 covered TRS payroll to be \$214,000,000.
2. Estimate future covered payrolls will increase at 10% annually.
3. Increase in combined TRS State Match and employer contribution rate would be .02%.
4. Administrative costs as attached.

IV. DATE 1/23/78

PREPARED BY Paul B. Arnoldt
AGENCY Division of Retirement and Benefits
PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Name) Rules

Office of the Governor - Keith Specking

33-001 (Rev. 10/76) Retirement - Paul Arnoldt

ATTACHMENT

Bill/Resolution No. HB 284ASSUMPTION'S:

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2. State Contribution Rate to Fund Bill = .01 %
3. State TRS Matching Rate to Fund Bill = .01 %
4. School District Rate to Fund Bill = .01 %

COST ANALYSIS:

<u>Employer</u>	<u>Payroll</u>	<u>Rate</u>	<u>Cost</u>	<u>Appropriation</u>
1. Department of Education	\$ 5,800,000	X .01 %	\$ 580	To Their Budget
2. University of Alaska	\$ 43,500,000	X .01 %	\$ 4,350	To Their Budget
3. State TRS Matching	\$214,000,000	X .01 %	\$21,400	To TRS Match
4. State TRS Regular Budget:				
Personal Services			\$ -0-	To Personal Services
Travel			\$ -0-	To Travel
Contractual			\$ 5,000	To Contractual
Equipment			\$ -0-	To Equipment
<u>COST TO STATE IN FY79</u>				<u>\$31,330</u>
5. All School Districts	\$164,700,000	X .01 %	<u>\$16,470</u>	
<u>TOTAL COST IN FY79</u>				<u>\$47,800</u>

REMARKS:

Estimated costs for data processing system modifications are \$5,000. This would be a onetime only cost.

FORM 02-001BC
FOR BRIEF COMMUNICATIONS
MAY BE HANDWRITTEN

MEMORANDUM

TO: Legislative Affairs

FROM: Rebecca Eger
House Finance

Please prepare a CS and return to me
in Room 411 Monday morning. Thanks.

State of Alaska

DEPT _____
DIV. _____
SEC. _____

DATE : 4-22-77

SUBJECT: CS for HB 10

1 IN THE HOUSE

FINANCE
BY MILLER AND DUNCAN

2 CS HOUSE BILL NO. 10

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to age of retirement under the public
7 employees' retirement system; and providing for an
8 effective date."

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

10 * Section 1. AS 39.35.380(a) is repealed and re-enacted to read:

11 (a) An employee is eligible for an early retirement pension on or
12 after his 50th birthday and after he completes five or more years of
13 credited service.

14 * Sec. 2. AS 39.35.680(11) is repealed and re-enacted to read:

15 (11) "normal retirement date" for a peace officer or a fireman
16 means the first day of the month following either his 55th birthday and
17 five years of credited service or his 20th year of credited service,
18 whichever is earlier; for any other employee it means the first day of
19 the month following either his 55th birthday and five years of credited
20 service or his 30th year of credited service, whichever is earlier;
21 *Section 1 and 2 of October*
* Sec. 3. This Act is retroactive to November 14, 1976.

22 * Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
23 070(c).
24
25
26
27
28
29

Incorporate into CSHB 10 as sec. 3

Introduced: 1/19/77
Referred: State Affairs and
Finance

1 IN THE HOUSE

2 BY RUDD, BANKWORTH AND LETHIN

3 HOUSE BILL NO. 69

4 IN THE LEGISLATURE OF THE STATE OF ALASKA

5 TENTH LEGISLATURE - FIRST SESSION

6 A BILL

7 For an Act entitled: "An Act relating to earlier service retirement credit
for territorial employees."

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

9 * Section 1. AS 39.35.360(a) is amended to read:

10 (a) An employee who completes three years of service with the
11 state after January 1, 1961, for which he makes contributions required
12 by this chapter is entitled to service credit for employment rendered to
13 the State and former Territory of Alaska before January 1, 1961, regard-
14 less of the office, department, division, or agency of the state or
15 territory in which he was employed, including service as a commissioned
16 officer of the United States Public Health Service, the United States
17 District Court and the United States Commissioner's Court serving the
18 Territory and State of Alaska succeeded to by the Alaska court system,
19 persons employed as United States marshals, United States deputy mar-
20 shals, Civil Aeronautics Administration security guards and heavy equip-
21 ment operators, United States Corps of Engineers security guards, and
22 employees of the United States Fish and Wildlife Service, the Alaska
23 Road Commission, the [AND] Bureau of Public Roads and the Alaska Jail
24 System of the United States Department of Justice. The retirement
25 benefits payable to an employee under this section which are attributable
26 to employment rendered to the State and former Territory of Alaska
27 before January 1, 1961, shall be reduced by the amount of the retirement
28 pension benefits paid to him by the United States government for the
29 same period of service.

AMENDMENT #1

OFFERED IN THE HOUSE:

By: STATE AFFAIRS

To: _____ HOUSE BILL No. 10

SENATE BILL No. _____

PAGE: One

LINE: 21

Delete November 14, 1976 and insert October 14, 1976

1 IN THE HOUSE

BY MILLER AND DUNCAN

2 HOUSE BILL NO. 10

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to ~~age of retirement under the public~~
7 ~~and the retirement system for state employees~~
employees' retirement system and providing for an
8 effective date."

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16 means the first day of the month following either his 55th birthday and
17 five years of credited service or his 20th year of credited service,
18 whichever is earlier; for any other employee it means the first day of
19 the month following either his 55th birthday and five years of credited
20 service or his 30th year of credited service, whichever is earlier;

21 * Sec. ~~4.~~^{Sections 1 and 2 of} 1. This Act ~~is~~ retroactive to ^{October} ~~November~~ 14, 1976.

22 * Sec. 5. This Act takes effect immediately in accordance with AS 01.10.-
23 070(c).
24

25

26

27

28

29

#

Sec. 3
(Copy
HB 61)