

and reporting Vital Statistics records for the biennium ending March 31, 1953.

Section 2. An emergency is hereby declared to exist, and this Act shall take effect immediately upon its passage and approval.

Emergency clause.

Approved March 16, 1953.

CHAPTER 33  
AN ACT

[H. B. 43]

Authorizing and empowering Cities, Municipalities, School Districts, Public Utility Districts and other taxing units to classify property for the purpose of taxation and authorizing the granting of exemptions to certain classes of property; making exemptions granted and classifications made under Chapter 10, Session Laws of Alaska, 1949, binding upon such taxing units; and declaring an emergency.

*Be it enacted by the Legislature of the Territory of Alaska:*

Section 1. All municipalities, cities of the first and second class, incorporated and independent school districts, public utility districts, and all other taxing units of the Territory having power to tax real and personal property, are hereby authorized and empowered to classify property for the purpose of taxation and to grant exemptions therefrom for the periods herein prescribed to certain classes of property as follows:

Authorization to classify property for tax purposes.

(a) New industrial, commercial and business construction may be specially classified and exempted during the period of construction and until the plants or buildings are occupied or operated, but in no case shall this exemption exceed three taxable years from the time of commencement of construction. Modifications and repairs to existing structures shall not be considered as new construction under this provision.

New industry temporary exemptions.

(b) All land, buildings, new plants, equipment and

installations as are constructed, procured, purchased or installed by new industrial enterprises as herein defined to manufacture or process products which constitute industry new to the taxing unit wherein it is located, with resultant establishment of new payrolls in such taxing unit; provided that the term "new industry" or "new industrial enterprise" as used herein shall mean undertakings for the purpose of manufacturing or processing products not successfully manufactured or processed in the taxing unit and for which plants have not already been constructed and placed in operation in the taxing unit; and provided further, that the exemptions from taxation granted under this subdivision shall be not more than one-half of the tax otherwise imposed by law and shall continue for not more than 10 taxable years from the date production is commenced.

Properties covered.

"New industry" or "new industrial enterprise."

Amount and period of exemption.

Ordinance or resolution granting exemption.

Section 2. The governing body or taxing body of the city, municipality, school district or other taxing unit concerned shall, if it desires to grant the exemptions or abatements permitted herein, do so by appropriate ordinance or resolution, which ordinance or resolution shall constitute a contract between the city, municipality, school district or taxing unit, and the owner of the property, or his or its assigns, so classified and exempted from taxation in whole or in part under the provisions of this Act.

Classifications and exemptions under Ch. 10, SLA 1949, apply

Section 3. All exemptions granted in whole or in part, and all classifications heretofore made under the provisions of Section 6, Chapter 10, Session Laws of Alaska 1949, shall remain in full force and effect upon the terms and for the periods granted, and shall be binding upon the Territory, and all cities, municipalities, school districts, public utility districts and other taxing units in which the property which is the subject of classification or exemption is situated, and the exemptions granted or classifications so made shall apply to all taxes levied and assessed by the city, municipality,

school district, public utility district or other taxing units where the property is situated, as fully as though they had been granted or made under the provisions of this Act. The purpose and intent of this section is to carry into practical effect all classifications made and exemptions granted under the provisions of Chapter 10, Session Laws of Alaska 1949.

Section 4. It is declared to be the purpose and intent of this Act to encourage the establishment of new industry and the construction of new buildings and structures in the Territory which bring new payrolls, new settlers and, consequently, new wealth to the Territory, and which will eventually add to the amount of taxable property in Alaska; and it is enacted for the purpose of authorizing classification of property for taxation.

Intent and purpose.

Section 5. All acts and parts of acts in conflict herewith are hereby repealed to the extent of the conflict.

Repeals.

Section 6. An emergency is hereby declared to exist and this Act shall take effect immediately upon its passage and approval.

Emergency clause

Approved March 16, 1953.

## CHAPTER 34

### AN ACT

[S. B. 22]

To permit proceeds from the tobacco tax to be used for costs of insurance on school buildings; amending Section 4 of Chapter 42, Session Laws of Alaska 1949, as amended by Chapter 81, Session Laws of Alaska 1951; and declaring an emergency.

*Be it enacted by the Legislature of the Territory of Alaska:*

Section 1. Section 4 of Chapter 42, Session Laws of Alaska 1949, as amended by Chapter 81, Session Laws of Alaska 1951, is amended to read as follows:

Section 4. **TAX: WHEN AND HOW PAID.**  
The tax imposed by this Act shall be payable

Tax payable by seller quarterly.