

Submitted by: Chair of the Assembly at the
Request of the Mayor
Prepared by: Finance Department
For reading: April 17, 2007

CLERK'S OFFICE

APPROVED

Date: 5-1-07

ANCHORAGE, ALASKA

AO No. 2007- 69

1 AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION
2 12.35.050A. TO PROVIDE THE MUNICIPALITY WITH THE FULL EXEMPTION
3 AUTHORITY GRANTED UNDER ALASKA STATUTE.

4
5 **WHEREAS**, at various times between 1999 and 2006, the Alaska State Legislature
6 amended Alaska Statute 29.45.050(o) related to the optional taxation exemptions available
7 to municipalities for deteriorated properties; and

8
9 **WHEREAS**, adopting the amended statutory language provides full authority to the
10 Municipality when processing applications for taxation exemption under the deteriorated
11 property provisions set out in Anchorage Municipal Code chapter 12.35; now, therefore,

12
13 **THE ANCHORAGE ASSEMBLY ORDAINS:**

14
15 **Section 1:** Anchorage Municipal Code subsection 12.35.050A. is amended to read as
16 follows (*the remainder of the subsection is not affected, and therefore not set out*):

17
18 **12.35.050 Deteriorated property.**

19
20 A. Deteriorated property shall be partially or totally exempt from taxation
21 under Chapter 12.15 for up to ten years starting in the year beginning
22 January 1 after:

- 23 1. An application for exemption has been approved in accordance with
24 Section 12.35.010, and
25 2. Substantial completion or beneficial occupancy of the rehabilitation,
26 renovation, demolition, removal or replacement.

27 *** *** ***

28 (AO No. 2002-103(S), § 1, 8-6-02; AO No. 2004-116(S-1), § 4, 9-8-04)

29
30 **Section 2:** This ordinance shall become effective immediately upon passage and
31 approval by the Assembly.

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33 PASSED AND APPROVED by the Anchorage Assembly this 15th day of
34 May, 2007.

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Chair of the Assembly

ATTEST:

40
41 Brian S. Dumas
42 Municipal Clerk

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects -- General Government

AO Number: 2007- 69

Title: AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE
SECTIONS 12.35.050A TO PROVIDE THE MUNICIPALITY WITH THE
FULL EXEMPTION AUTHORITY GRANTED UNDER ALASKA STATUTE.

Sponsor: Mayor
Preparing Agency: Department of Finance
Others Impacted:

CHANGES IN EXPENDITURES AND REVENUES:		(In Thousands of Dollars)				
	FY06	FY07	FY08	FY09	FY10	
Operating Expenditures						
1000 Personal Services						
2000 Non-Labor						
3900 Contributions						
4000 Debt Service						
TOTAL DIRECT COSTS:	\$ -	\$ -	\$ -	\$ -	\$ -	
Add: 6000 Charges from Others						
Less: 7000 Charges to Others						
FUNCTION COST:	\$ -	\$ -	\$ -	\$ -	\$ -	
REVENUES:						
CAPITAL:						
POSITIONS: FT/PT and Temp						

PUBLIC SECTOR ECONOMIC EFFECTS:

No public sector economic effects - code amendment expanding tax exemption and deferral authority of Municipality under state statute.

PRIVATE SECTOR ECONOMIC EFFECTS:

No private sector economic effects - code amendment expanding tax exemption and deferral authority of Municipality under state statute.

Prepared by: Finance Dept.

Telephone: 343-6619

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 279 -2007

Meeting Date: April 17, 2007

1 **From: MAYOR**

2
3 **Subject: AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE**
4 **SECTION 12.35.050A TO PROVIDE THE MUNICIPALITY WITH**
5 **THE FULL EXEMPTION AUTHORITY GRANTED UNDER**
6 **ALASKA STATUTE**
7
8

9 Alaska Statute 29.45.050(o), as amended at various times between 1999 and 2006, includes
10 expansion of a municipality's authority to grant total tax exemptions, as well as partial tax
11 exemptions, for deteriorated properties. This ordinance amends Anchorage Municipal Code
12 to allow the Municipality the full flexibility of the state statute.
13

14 The effect of this change is minimal in terms of the value of an allowable exemption. A
15 partial exemption allowable under the current Code can be anything less than 100 percent.
16 For example, a 99.9 percent exemption is considered partial and therefore allowable, whereas
17 a 100% exemption is considered a full exemption and therefore not allowable.
18

19 **THE ADMINISTRATION RECOMMENDS APPROVAL OF AN ORDINANCE**
20 **AMENDING ANCHORAGE MUNICIPAL CODE SECTION 12.35.050A TO**
21 **PROVIDE THE MUNICIPALITY WITH THE FULL EXEMPTION AUTHORITY**
22 **GRANTED UNDER ALASKA STATUTE.**
23

24 Prepared by: Finance Department
25 Approved by: Jeffrey E. Sinz, Chief Fiscal Officer
26 Concur: James N. Reeves, Municipal Attorney
27 Concur: Denis C. LeBlanc, Municipal Manager
28 Respectfully submitted: Mark Begich, Mayor
29

Content Information**Content ID :** 004972**Type:** Ordinance - AO**Title:** An Ordinance Amending AMC Section 12.35.050A to Provide the Municipality Full Exemption Authority, Finance**Author:** pruittns**Initiating Dept:** Finance**Select Routing:** Standard**Keywords:** Exemption, Authority, Code, 12.34.050, Deteriorated Property, Amending**Date Prepared:** 4/6/07 8:59 AM**Director Name:** Jeffrey Sinz**Assembly Meeting**
Date: 4/17/07**Public Hearing**
Date: 5/1/07M.O.A.
2007 APR-6 PM 3:57
CLEANING OFFICE**Workflow History**

<u>Workflow Name</u>	<u>Action Date</u>	<u>Action</u>	<u>User</u>	<u>Security Group</u>	<u>Content ID</u>
AllOrdinanceWorkflow	4/6/07 9:02 AM	Checkin	pruittns	Public	004972
Finance_SubWorkflow	4/6/07 9:36 AM	Approve	sinzje	Public	004972
OMB_SubWorkflow	4/6/07 9:38 AM	Approve	mitsonjl	Public	004972
Legal_SubWorkflow	4/6/07 9:56 AM	Approve	gatesdt	Public	004972
MuniManager_SubWorkflow	4/6/07 9:58 AM	Approve	leblancdc	Public	004972
MuniMgrCoord_SubWorkflow	4/6/07 2:16 PM	Approve	abbottmk	Public	004972