

Introduced	Brown
Date:	04/08/97
Hearing:	05/06/97
Postponed:	6/18/97
Action:	Amended/Enacted
Vote:	6 Yes, 2 No, 1 Absent
Reconsidered	Notice given 6/18/97
Action:	Motion to Reconsider Failed
Vote-Motion to	4 Yes, 2 No 3 Absent
Reconsider:	
Veto by	8/5/97
Mayor:	
Motion to Override Veto	FAILED 5 Yes, 4 No

**KENAI PENINSULA BOROUGH  
ORDINANCE 97-22**

**AN ORDINANCE AMENDING THE TAX CODE TO CREATE  
AN EXEMPTION FROM TAXATION FOR THE ASSESSED  
VALUE OF BOATS AND AIRCRAFT IN EXCESS OF \$100,000**

- WHEREAS,** public testimony received during the recent hearings on Ordinance 96-47 indicated that some boat owners removed their boats from the Kenai Peninsula Borough to avoid what was perceived as excessive taxes; and
- WHEREAS,** exempting from taxation the assessed value of these boats in excess of \$100,000 should encourage these boat owners to have home ports within the Borough again because their tax liability would be reduced; and
- WHEREAS,** though the taxable value of existing boats within the Borough would decrease by approximately \$13,036,069 as a result of this ordinance being adopted, the potential increase in taxable value as a result of new filings by those selecting ports within the Borough as their home port may offset this decrease and possibly even increase taxable value; and
- WHEREAS,** Alaska Statute 29.45.050(b)(2) authorizes a municipality to exempt or partially exempt some or all types of personal property such as boats and aircraft from ad valorem taxes; and
- WHEREAS,** other economic benefits to the Borough's residents both outside and inside cities could result from an increase in business activity brought about by more boats

choosing a port within the Borough as their home port; and

**WHEREAS,** encouraging economic development within the Borough outside of cities is a goal of the Borough Assembly recently codified at KPB 19.30.010;

**NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:**

**SECTION 1.** That KPB 5.12.135 is enacted to read as follows:


**5.12.125. Personal property tax — Exemptions — boat and aircraft value over \$100,000.**

In addition to exemptions required by law, the assessed value of all boats and aircraft located within the Kenai Peninsula Borough in excess of \$100,000 is exempt from the Borough tax levy on personal property within the Borough.

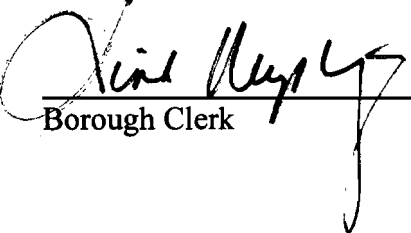
**SECTION 2.** That section 1 of this ordinance shall take effect January 1, 1998.

**ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 18TH DAY OF JUNE 1997.**

**VETOED BY MAYOR NAVARRE 8/5/97. MOTION TO OVERRIDE MAYOR'S VETO FAILED.**

  
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Jack Brown, Assembly President

ATTEST:

  
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Borough Clerk