



KENAI PENINSULA BOROUGH

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JOHN J. WILLIAMS
MAYOR

MEMORANDUM

TO: Grace Merkes, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: John J. Williams, Kenai Peninsula Borough Mayor *TJ/JW*

FROM: *sh* Shane Horan, Director of Assessing

DATE: August 27, 2008

SUBJECT: Ordinance 2008-23, amending KPB 5.12.105 to extend the hardship application deadline from before May 15 to before July 1

Attached is an updated status regarding the 2008 Senior Citizen Hardship applications received to date. You will note that two (2) applicants do not qualify for the Hardship Exemption and have been properly notified by me in writing.

I would like to share that based on communications with State Assessor, Steve Van Sant, and Finance Director, Craig Chapman, I have clarified “Gross Household Income” as opposed to “Adjusted Gross Income” in reviewing the applicants IRS tax returns. All forms of income must be considered without regard to depreciation allowances or only taxable income.

According to Alaska Administrative Code (AAC) 135.040 (c), “ ‘Gross Household Income’ means total annual compensation, earned and unearned, from all sources, of all members of the household.”

As a result, you will find slight variation in this attachment as opposed to that found on page 82 in the assembly packet of September 2, 2008.

2008 Senior Citizen Hardship Applications
Re: Ordinance 2008-23
UPDATED 8/27/08

<u>Application Date Submitted</u>	<u>Applicant Name</u>	<u>Parcel #</u>	<u>2008 Assessed Value</u>	<u>TAG*</u>	<u>TAG Name</u>	<u>2008 Borough Mill Rate (Less any City Portion)</u>	<u>Borough Hardship Tax Credit Amount</u>
1 May 12, 2008	Dennis & Kathryn Gease Trust	055-270-07	\$799,400	58	CES	9.25	\$2,598.89
2 April 25, 2008	Hardin A. Terrell Jr. Trust	173-595-05	\$683,600	20	Homer	6.80	\$1,929.18
3 March 18, 2008	Beverly Ann Olendorff *	066-250-19	\$350,500	58	CES	9.25	(\$176.26)
4 March 6, 2008	Tommye Jo Corr	055-550-44	\$2,514,600	58	CES	9.25	\$18,918.81
5 May 5, 2008	Laverne A. Braun *	049-360-11	\$469,400	30	Kenai	5.40	(\$356.82)
							\$22,913.81

Hardship Late Filers - Per KPB 5.12.105 "...before May 15..."

1 May 23, 2008	Clarence & Diane Hughes	175-020-95	\$566,400	20	Homer	6.80	\$539.98
2 June 23, 2008	Willis A. & Jane F. Madison	058-230-10	\$823,900	58	CES	9.25	\$2,198.86
3 June 30, 2008	Joe & Tsoya Bazan	065-210-99	\$503,700	58	CES	9.25	\$888.75
							\$3,627.58
4 July 1, 2008	Francis & Janet McGurgan	060-470-09	\$601,700	70	Soldotna	7.85	\$141.85
July 3, 2008	Martha Jane Fair	063-181-30	\$1,406,600	58	CES	9.25	\$6,680.47
July 29, 2008	Shirley C. Arndt ***	173-021-02	\$428,100	81	Kachemak Emer	9.95	\$1,075.60
							\$7,897.92

Beverly Ann Olendorff *
Laverne A. Braun *

Do not qualify based on hardship calculation formula

Shirley C. Arndt ***

No IRS Tax Return submitted. Letter from Daughter for Ms. Arndt requesting Hardship July 24, 2008

TAG = Tax Authority Group