

Submitted by: Chair of the Assembly at  
the Request of the Mayor

Prepared by: Department of Law

For reading: February 15, 2011

CLERK'S OFFICE

**APPROVED**

Date: 3-8-11

Anchorage, Alaska  
AO No. 2011- 30

1 AN ORDINANCE OF THE ANCHORAGE ASSEMBLY AMENDING  
2 ANCHORAGE MUNICIPAL CODE SECTION 12.07.010 TO MODIFY TAXES  
3 ON MOTOR VEHICLE REGISTRATION AND AMENDING SUBSECTION  
4 12.10.010A. TO CLARIFY MOTOR VEHICLES SUBJECT TO CHAPTER 12.07  
5 ARE NOT SUBJECT TO PERSONAL PROPERTY AD VALOREM TAXATION.  
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8 THE ANCHORAGE ASSEMBLY ORDAINS:

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10 **Section 1.** Anchorage Municipal Code section 12.07.010 is hereby amended  
11 to read as follows:

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13 **12.07.010** **[BIENNIAL] T[t]ax levy on motor vehicle registration.**

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15 *[BIENNIAL] T[t]ax levy.* There is levied in the municipality a [BIENNIAL] motor  
16 vehicle registration tax pursuant to the provisions of AS 28.10.431  
17 (Biennial Motor Vehicle Registration Tax) as such statute may be  
18 hereafter amended, revised, or replaced. [.] Pursuant to AS 28.10.431(j)  
19 the municipality modifies the scheduled amount of tax imposed under  
20 subsections (b) and (l) of the statute according to the following schedules:

21  
22 A. There is a biennial tax levied in the municipality upon motor  
23 vehicles subject to the registration fee under AS 28.10.411 and  
24 28.10.421. The biennial tax shall be according to the following  
25 schedule:  
26

VEHICLE TYPE	BIENNIAL TAX ACCORDING TO AGE OF VEHICLE SINCE MODEL YEAR							
	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	5 <sup>th</sup>	6 <sup>th</sup>	7 <sup>th</sup>	8 <sup>th</sup> or over
<u>1. motorcycle</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>
<u>2. vehicles specified in AS 28.10.421(b)(1): non-commercial passenger vehicles, motor homes, and low speed vehicles</u>	<u>150</u>	<u>140</u>	<u>130</u>	<u>120</u>	<u>110</u>	<u>100</u>	<u>90</u>	<u>70</u>
<u>3. vehicles specified in AS 28.10.421(b)(3): taxicabs</u>	<u>150</u>	<u>140</u>	<u>130</u>	<u>120</u>	<u>110</u>	<u>100</u>	<u>90</u>	<u>70</u>

<u>4. vehicles specified in AS 28.10.421(c)(1)-(4): commercial vehicles for hire based on unladen weight of</u>									
<u>a. 5,000 pounds or less</u>	<u>150</u>	<u>140</u>	<u>130</u>	<u>120</u>	<u>110</u>	<u>100</u>	<u>90</u>	<u>70</u>	
<u>b. 5,001 - 12,000 pounds</u>	<u>220</u>	<u>220</u>	<u>220</u>	<u>220</u>	<u>220</u>	<u>110</u>	<u>110</u>	<u>110</u>	
<u>c. 12,001 - 18,000 pounds</u>	<u>330</u>	<u>330</u>	<u>330</u>	<u>330</u>	<u>330</u>	<u>170</u>	<u>170</u>	<u>170</u>	
<u>d. 18,001 pounds and over</u>	<u>500</u>	<u>464</u>	<u>428</u>	<u>392</u>	<u>356</u>	<u>320</u>	<u>284</u>	<u>250</u>	
<u>5. vehicles specified in AS 28.10.421(b)(4): motor buses with a seating capacity for 20 or more persons and used exclusively for commercial purposes in the transporting of visitors or tourists</u>	<u>150</u>	<u>140</u>	<u>130</u>	<u>120</u>	<u>110</u>	<u>100</u>	<u>90</u>	<u>70</u>	
<u>6. vehicles specified in AS 28.10.421(b)(6): non-commercial trailers, including rental trailers</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	
<u>7. vehicles specified in AS 28.10.421(d)(8): amateur mobile radio station vehicles</u>	<u>150</u>	<u>140</u>	<u>130</u>	<u>120</u>	<u>110</u>	<u>100</u>	<u>90</u>	<u>70</u>	
<u>8. vehicles specified in AS 28.10.421(b)(2): pick up trucks or vans not exceeding 10,000 pounds unladen weight and not registered in the name of a company or business</u>	<u>150</u>	<u>140</u>	<u>130</u>	<u>120</u>	<u>110</u>	<u>100</u>	<u>90</u>	<u>70</u>	
<u>9. vehicles eligible for dealer plates under AS 28.10.421(d)(9):</u>	<u>150</u>								

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B. Notwithstanding subsection A of this section, there is an annual tax levied in the municipality upon motor vehicles specified in AS 28.10.421(c) and subject to the registration fee under A 28.10.411 and AS 28.10.421 if the owner elects to register the vehicle annually as allowed under AS 28.10.108(f). The annual tax under this subsection shall be according to the following schedule:

MOTOR VEHICLE	ANNUAL TAX ACCORDING TO AGE OF VEHICLE SINCE MODEL YEAR							
	1 <sup>st</sup>	2 <sup>nd</sup>	3 <sup>rd</sup>	4 <sup>th</sup>	5 <sup>th</sup>	6 <sup>th</sup>	7 <sup>th</sup>	8 <sup>th</sup> or over
1. <u>5,000 pounds or less</u>	75	70	65	60	55	50	45	35
2. <u>5,001 - 12,000 pounds</u>	110	110	110	110	110	55	55	55
3. <u>12,001 - 18,000 pounds</u>	165	165	165	165	165	85	85	85
4. <u>18,001 pounds and over</u>	250	232	214	196	178	160	142	125

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C. Should a motor vehicle for any reason be subject to an annual tax in lieu of a biennial tax but is not described in subsection B, then the annual tax shall be half of the biennial tax rate for that vehicle as specified in subsection A.

[VEHICLE TYPE]	[TAX ACCORDING TO AGE OF VEHICLE SINCE MODEL YEAR]							
	1 <sup>ST</sup>	2 <sup>ND</sup>	3 <sup>RD</sup>	4 <sup>TH</sup>	5 <sup>TH</sup>	6 <sup>TH</sup>	7 <sup>TH</sup>	8 <sup>TH</sup> OR OVER]
[NON-COMMERCIAL PASSENGER, MOTOR HOMES, PICK UPS & CARGO VANS, COMMERCIAL (1 - 5,000) & TAXICABS]	[150]	[140]	[130]	[120]	[110]	[100]	[90]	[70]
[NON-COMMERCIAL TRAILERS & MOTORCYCLES]	[20]	[20]	[20]	[20]	[20]	[20]	[20]	[20]
[COMMERCIAL (5,001 - 12,000) &	[220]	[220]	[220]	[220]	[220]	[110]	[110]	[110]

TOUR BUS ]								
[COMMERCIAL (12,001 - 18,000)]	[330]	[330]	[330]	[330]	[330]	[170]	[170]	[170]
[COMMERCIAL (18,001 & OVER)]	[500]	[464]	[428]	[392]	[356]	[320]	[284]	[250]

(AO No. 2010-81(S-1), § 16, 12-7-2010)

**Section 2:** Anchorage Municipal Code section 12.10.010 is hereby amended to read as follows (*the remainder of the section is not affected and therefore not set out*):

**12.10.010    Property subject to taxation.**

A. Except as otherwise provided in this chapter, the following personal property which has a tax situs within the municipality is subject to taxation:

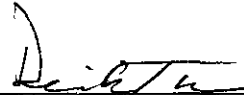
1. Vehicles. Except for vehicles subject to the tax levy on motor vehicle registration in chapter 12.07, a[A]ll vehicles propelled by other than human muscular power shall be taxable as personal property, including but not limited to automobiles, motorcycles, aircraft, except aircraft subject to chapter 12.08, boats and snowmobiles.

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(AO 220-76, § 1, 11-16-06; AO No. 81-218(S); AO No. 94-74(S-1), § 1, 1-1-95; AO No. 94-211, § 2, 1-1-95; AO No. 2004-140, § 1, 10-26-04)

**Section 3.** This ordinance shall become effective January 1, 2012.

PASSED AND APPROVED by the Anchorage Assembly this 8<sup>th</sup> day of March, 2011.

  
 \_\_\_\_\_  
 Chair of the Assembly

ATTEST:

  
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 Municipal Clerk

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**MUNICIPALITY OF ANCHORAGE**  
**Summary of Economic Effects -- General Government**

AO Number: 2011 - 30

Title: **AN ORDINANCE OF THE ANCHORAGE ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE SECTION 12.07.010 TO MODIFY TAXES ON MOTOR VEHICLE REGISTRATION AND AMENDING SUBSECTION 12.10.010A. TO CLARIFY MOTOR VEHICLES SUBJECT TO CHAPTER 12.07 ARE NOT SUBJECT TO PERSONAL PROPERTY AD VALOREM TAXATION.**

Sponsor: **MAYOR**  
 Preparing Agency: Office of Management and Budget  
 Others Impacted:

<b>CHANGES IN EXPENDITURES AND REVENUES:</b>					
(In Thousands of Dollars)					
	FY11	FY12	FY13	FY14	FY15
<b>Operating Expenditures</b>					
1000 Personal Services					
2000 Non-Labor					
3900 Contributions					
4000 Debt Service					
<b>TOTAL DIRECT COSTS:</b>	\$ -	\$ -	\$ -	\$ -	\$ -
Add: 6000 Charges from Others					
Less: 7000 Charges to Others					
<b>FUNCTION COST:</b>	\$ -	\$ -	\$ -	\$ -	\$ -
<b>REVENUES:</b>		<b>\$84,900</b>	<b>\$84,900</b>	<b>\$84,900</b>	<b>\$84,900</b>
<b>CAPITAL:</b>					
<b>POSITIONS: FT/PT and Temp</b>					

**PUBLIC SECTOR ECONOMIC EFFECTS:**

Additional revenue will help meet increasing costs of service delivery.

**PRIVATE SECTOR ECONOMIC EFFECTS:**

The ordinance, which will be effective on 1/1/2012, increases the Motor Vehicle Registration Tax in several categories of vehicles that were inadvertently left out of the ordinance approved by the Assembly last December. As a result, these new categories (commercial vehicles that register annually; dealer plates, and amateur radio plates) will pay an increased registration tax to the Municipality, thereby having a slight impact on private sector vehicle owners.

Prepared by: Cheryl I Frasca, OMB

Telephone: 343-6783

# MUNICIPALITY OF ANCHORAGE

## ASSEMBLY MEMORANDUM

No. AM 125-2011

Meeting Date: February 15, 2011

1 **From: MAYOR**

2  
3 **Subject:** AN ORDINANCE OF THE ANCHORAGE ASSEMBLY AMENDING  
4 ANCHORAGE MUNICIPAL CODE SECTION 12.07.010 TO MODIFY TAXES ON  
5 MOTOR VEHICLE REGISTRATION AND AMENDING SUBSECTION 12.10.010A.  
6 TO CLARIFY MOTOR VEHICLES SUBJECT TO CHAPTER 12.07 ARE NOT  
7 SUBJECT TO PERSONAL PROPERTY AD VALOREM TAXATION.

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9 In December the Assembly approved AO 2010-81(S) that increased various fees,  
10 fines, and taxes, including the Motor Vehicle Registration Tax. In drafting the  
11 ordinance, three categories of vehicles were inadvertently overlooked and not  
12 included.

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14 Consistent with the 2010 changes, the proposed amendments increase the  
15 registration tax for automobile dealer plates, amateur radio plates, and commercial  
16 vehicles that register annually.

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18 The proposed changes would take effect on January 1, 2012. To meet this  
19 deadline, the State of Alaska must be notified of the changes by April 1, 2011.  
20 Estimated increased revenue as a result of this ordinance is \$84,900.

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22 **THE ADMINISTRATION RECOMMENDS APPROVAL OF AN ORDINANCE OF**  
23 **THE ANCHORAGE ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE**  
24 **SECTION 12.07.010 TO MODIFY TAXES ON MOTOR VEHICLE REGISTRATION**  
25 **AND AMENDING SUBSECTION 12.10.010A. TO CLARIFY MOTOR VEHICLES**  
26 **SUBJECT TO CHAPTER 12.07 ARE NOT SUBJECT TO PERSONAL PROPERTY**  
27 **AD VALOREM TAXATION.**

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29 Approved by: Cheryl Frasca, OMB Director  
30 Concur: Dennis A. Wheeler, Municipal Attorney  
31 Concur: George J. Vakalis, Municipal Manager  
32 Respectfully submitted: Daniel A. Sullivan, Mayor  
33

**Content ID:** 009902**Type:** Ordinance - AO

AN ORDINANCE OF THE ANCHORAGE ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE SECTION 12.07.010 TO MODIFY TAXES ON MOTOR

**Title:** VEHICLE REGISTRATION AND AMENDING SUBSECTION 12.10.010A. TO CLARIFY MOTOR VEHICLES SUBJECT TO CHAPTER 12.07 ARE NOT SUBJECT TO PERSONAL PROPERTY AD VALOREM TAXATION.**Author:** banzhafmt**Initiating Dept:** OMB**Date Prepared:** 2/10/11 5:38 PM**Director Name:** Cheryl Frasca**Assembly Meeting Date:** 2/15/11**Public Hearing Date:** 3/8/11

<b>Workflow Name</b>	<b>Action Date</b>	<b>Action</b>	<b>User</b>	<b>Security Group</b>	<b>Content ID</b>
Clerk_Admin_SubWorkflow	2/11/11 1:38 PM	Exit	Nina Pruitt	Public	009902
MuniManager_SubWorkflow	2/11/11 1:38 PM	Approve	Nina Pruitt	Public	009902
Legal_SubWorkflow	2/11/11 1:38 PM	Approve	Nina Pruitt	Public	009902
Finance_SubWorkflow	2/11/11 9:54 AM	Approve	David Ryan	Public	009902
OMB_SubWorkflow	2/10/11 5:56 PM	Approve	Cheryl Frasca	Public	009902
AllOrdinanceWorkflow	2/10/11 5:40 PM	Checkin	Marilyn T. Banzhaf	Public	009902

*A. J. den den*