

CODE ORDINANCE

Sponsored by: Assemblymember Sumner,
Fonov, and Bernier
Introduced:
Public Hearing:
Action:

**MATANUSKA-SUSITNA BOROUGH
ORDINANCE SERIAL NO. 25-081**

AN ORDINANCE OF THE MATANUSKA-SUSITNA BOROUGH ASSEMBLY ENACTING A TAX CAP UNDER MSB 3.04.077 AND ESTABLISHING AN AREAWIDE REAL PROPERTY TAX CAP OF 10 MILLS AND A NON-AREAWIDE TAX CAP OF 0.55 MILLS.

WHEREAS, the intent and rationale of this ordinance is found in the accompanying Information Memorandum No. 25-146.

BE IT ENACTED:

Section 1. Classification. This ordinance is of a general and permanent nature and shall become a part of the Borough Code.

Section 2. Repeal. MSB 3.04.076, which by its terms expired on July 1, 2023, is repealed.

Section 3. Adoption of section. MSB 3.04.077 is adopted to read as follows:

3.04.077 TAX CAP.

(A) The areawide real property mill rate may not exceed 10 mills.

(B) The nonareawide real property mill rate may not exceed 0.55 mills.

(C) Mill rate increases to pay the borough's portion of voter approved bonds issued on an areawide or nonareawide basis may be added to the respective areawide or nonareawide mill rate at any

time during which the bond issuance is being repaid.

(D) If the state of Alaska fails to provide match funds for bonds, mill rate increases to pay the borough's portion of voter approved bonds may be added to the respective areawide or nonareawide mill rate at any time during which the bond issuance is being repaid.

(E) Unless approved by voters, any new areawide or nonareawide tax or increase in the rate of an existing tax not addressed in subsections (A) through (D) of this section shall result in a proportional reduction in the maximum mill rate based upon the then existing value of a mill.

Section 4. Effective date. This ordinance shall take effect upon adoption.

ADOPTED by the Matanuska-Susitna Borough Assembly this - day of -, 2025.

EDNA DeVRIES, Borough Mayor

ATTEST:

LONNIE R. McKECHNIE, CMC, Borough Clerk

(SEAL)