

Introduced by:	Mayor
Date:	08/07/12
Hearing:	09/04/12
Action:	Enacted
Vote:	8 Yes, 0 No, 1 Absent

**KENAI PENINSULA BOROUGH  
ORDINANCE 2012-31**

**AN ORDINANCE ENACTING KPB 5.12.295 – APPLICATION OF  
PROPERTY TAX PAYMENTS**

**WHEREAS,** borough code currently does not specify how payments of property taxes are to be applied in relation to taxes, fees, costs, penalties and interest; and

**WHEREAS,** the sales tax code does specifically provide how payments are applied with regard to sales taxes, fees, costs, penalties and interest; and

**WHEREAS,** the finance department receives inquiries from taxpayers about application of property tax payments and has adopted a policy on this matter; and

**WHEREAS,** enacting a code section to specify how property tax payments shall be applied will provide clarity for taxpayers and the finance department;

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

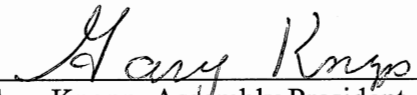
**SECTION 1.** That a new section of the KPB code of ordinances in Chapter 5.12 is hereby enacted as follows:

**5.12.295. Application of property tax payments.**

- A. Payments on property tax accounts shall be applied to the oldest balance due, by tax year, in the following order: first to accrued fees and costs, then accrued interest, then accrued penalty, then to the tax principal; and then the next oldest balance due, in the above order, and so forth, until the payment is applied in full; except as otherwise provided in this section.
- B. The borough may by written agreement, or shall by court order, vary the application of payments.

**SECTION 2.** That this ordinance takes effect immediately upon its enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 4TH DAY OF SEPTEMBER, 2012.

  
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Gary Knopp, Assembly President

ATTEST:

  
\_\_\_\_\_  
Johni Blankenship, MMC, Borough Clerk



Yes: Haggerty, Johnson, McClure, Murphy, Smalley, Smith, Tauriainen, Knopp  
No: None  
Absent: Pierce