

REPORTED CORRECTLY ENROLLED.

1 *House* BILL NO. *877*
 2 INTRODUCED BY *Ream* *Whelan* *Leach*
 3 *Walters* *Landrum* *Fitz* *F. Beck* *Dave Brown*

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO REMOVE THE
 5 REQUIREMENT THAT VOTER APPROVAL FOR AN ECONOMIC DEVELOPMENT
 6 LEVY MUST HAVE OCCURRED PRIOR TO DECEMBER 31, 1990, FOR THE
 7 LEVY TO BE EXEMPT FROM THE PROPERTY TAX LIMITATIONS OF TITLE
 8 15, CHAPTER 10, PART 4, MCA; AMENDING SECTION 90-5-112, MCA;
 9 AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."

10
 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 **Section 1.** Section 90-5-112, MCA, is amended to read:

13 "90-5-112. Economic development levy. (1) Upon an
 14 affirmative vote of a majority of the qualified voters
 15 voting in a city, county, or town on the question of whether
 16 the governing body may levy a tax for economic development,
 17 the governing body of that city, county, or town is
 18 authorized to levy in any one election up to 1 mill upon the
 19 taxable value of all the property in the county, city, or
 20 town subject to taxation for the purpose of economic
 21 development for a period not to exceed 5 years.

22 (2) Funds derived from this levy may be used for
 23 purchasing land for industrial parks, constructing buildings
 24 to house manufacturing and processing operations, conducting
 25 preliminary feasibility studies, promoting economic

1 development opportunities in a particular area, and other
 2 activities generally associated with economic development.
 3 These funds may not be used to directly assist an industry's
 4 operations by loan or grant or to pay the salary or salary
 5 supplements of government employees.

6 (3) The governing body of the county, city, or town may
 7 use the funds derived from this levy to contract with local
 8 development companies and other associations or
 9 organizations capable of implementing the economic
 10 development function.

11 (4) The authorization to levy up to 1 mill for the
 12 purpose of economic development, as provided in subsection
 13 (1), is not subject to the provisions of Title 15, chapter
 14 10, part 4, ~~if voter authorization for the levy occurred~~
 15 ~~prior to December 31, 1990.~~

16 NEW SECTION. **Section 2.** Effective date. [This act] is
 17 effective on passage and approval.

-End-



INTRODUCED BILL
 HB 877

APPROVED BY COMMITTEE
ON TAXATION

1 *House* BILL NO. *877*
 2 INTRODUCED BY *Ream Whalen*
 3 *Tom Nelson*
 4 A BILL FOR AN ACT ENTITLED: "AN ACT TO REMOVE THE
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 15 ~~prior to December 31, 1990.~~

16 NEW SECTION. **Section 2.** Effective date. [This act] is
 17 effective on passage and approval.

-End-



SECOND READING
HB 877

1 *House* BILL NO. *877*
 2 INTRODUCED BY *Ream* *Whitaker* *Lynd*
 3 *Walt* *Carl* *Fitz* *F. Beck* *Don* *Brown*
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-End-



THIRD READING
 HB 877

1 HOUSE BILL NO. 877

2 INTRODUCED BY REAM, WHALEN, CRIPPEN, LYNCH,

3 S. RICE, VAN VALKENBURG, PAVLOVICH, FRITZ,

4 T. BECK, D. BROWN, HARRINGTON, DAILY,

5 LARSON, TOOLE, SQUIRES, QUILICI, NISBET, FAGG, T. NELSON

6
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