



1 Senate BILL NO. 202  
 2 INTRODUCED BY Hager Bill G. Hager  
 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING INFORMATION  
 5 AGENTS TO REPORT SEPARATELY TO THE DEPARTMENT OF REVENUE FOR  
 6 MONTANA INCOME TAX PURPOSES INTEREST INCOME FROM OBLIGATIONS  
 7 OF ANOTHER STATE AND POLITICAL SUBDIVISIONS OF THAT STATE;  
 8 AMENDING SECTION 15-30-301; AND PROVIDING AN IMMEDIATE  
 9 EFFECTIVE DATE AND A RETROACTIVE APPLICABILITY DATE."

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

12 **Section 1.** Section 15-30-301, MCA, is amended to read:

13 "15-30-301. Information agents' duties. (1) Every  
 14 information agent shall make a return to the department of  
 15 complete information concerning the following distributions  
 16 made for any individual during the taxable year upon which  
 17 no withholding tax has been deducted:

18 (a) sums in excess of \$10 distributed as dividends,  
 19 interest as defined in section 6049 of the Internal Revenue  
 20 Code of 1965 or as that section may be amended, royalties,  
 21 and payments made under a retirement plan covering an  
 22 owner-employee as defined in section 401(c)(3) of the  
 23 Internal Revenue Code of 1965 or as that section may be  
 24 amended;

25 (b) all interest income from obligations of another

1 state and a county, municipality, district, or other  
 2 political subdivision of that state;

3 (b)(c) interest, other than that specified in  
 4 subsection subsections (1)(a) and (1)(b) of this section,  
 5 rents, salaries, wages, prizes, awards, annuities, pensions,  
 6 and other fixed or determinable gains, profits, and income  
 7 in excess of \$600, except interest coupons payable to the  
 8 bearer.

9 (2) The return should be made under the regulations and  
 10 in the form and manner prescribed by the department;  
 11 provided, however, that for ease of reporting, the form  
 12 shall be as nearly identical to the comparable federal form  
 13 as possible."

14 NEW SECTION. Section 2. Retroactive applicability.  
 15 [This act] applies retroactively, within the meaning of  
 16 1-2-109, to tax years beginning after December 31, 1990.

17 NEW SECTION. Section 3. Effective date. [This act] is  
 18 effective on passage and approval.

-End-



-2- INTRODUCED BILL  
 SB 202

APPROVED BY COMMITTEE  
ON TAXATION

SENATE BILL NO. 202  
INTRODUCED BY HAGER, HALLIGAN,  
HARRINGTON, R. JOHNSON

A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING INFORMATION AGENTS TO REPORT SEPARATELY TO THE DEPARTMENT OF REVENUE FOR MONTANA INCOME TAX PURPOSES INTEREST INCOME FROM OBLIGATIONS OF ANOTHER STATE AND POLITICAL SUBDIVISIONS OF THAT STATE; AMENDING SECTION 15-30-301; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE AND A RETROACTIVE APPLICABILITY DATE."

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

**Section 1.** Section 15-30-301, MCA, is amended to read:

**"15-30-301. Information agents' duties.** (1) Every information agent shall make a return to the department of complete information concerning the following distributions made for any individual during the taxable year upon which no withholding tax has been deducted:

(a) sums in excess of \$10 distributed as dividends, interest as defined in section 6049 of the Internal Revenue Code of 1965 or as that section may be amended, royalties, and payments made under a retirement plan covering an owner-employee as defined in section 401(c)(3) of the Internal Revenue Code of 1965 or as that section may be amended;

(b) all interest income IN EXCESS OF \$10 from obligations of another state and a county, municipality, district, or other political subdivision of that state;

(b)(c) interest, other than that specified in subsection subsections (1)(a) and (1)(b) of this section, rents, salaries, wages, prizes, awards, annuities, pensions, and other fixed or determinable gains, profits, and income in excess of \$600, except interest coupons payable to the bearer.

(2) The return should be made under the regulations and in the form and manner prescribed by the department; provided, however, that for ease of reporting, the form shall be as nearly identical to the comparable federal form as possible."

NEW SECTION. Section 2. Retroactive applicability.

[This act] applies retroactively, within the meaning of 1-2-109, to tax years beginning after December 31, 1990.

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18   no withholding tax has been deducted:

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24   Internal Revenue Code of 1965 or as that section may be  
25   amended;

1       (b) all interest income IN EXCESS OF \$10 from  
2   obligations of another state and a county, municipality,  
3   district, or other political subdivision of that state;

4       †b) (c) interest, other than that specified in  
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8   in excess of \$600, except interest coupons payable to the  
9   bearer.

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11   in the form and manner prescribed by the department;  
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17   1-2-109, to tax years beginning after December 31, 1990.

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THIRD READING

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3 HARRINGTON, R. JOHNSON

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REFERENCE BILL