SENATE BILL NO. 272

INTRODUCED BY FARRELL

IN THE SENATE

FEBRUARY 4, 1991

. . .

INTRODUCED AND REFERRED TO COMMITTEE ON TAXATION.

DO PASS AS AMENDED. REPORT ADOPTED.

FIRST READING.

PRINTING REPORT.

- FEBRUARY 23, 1991
- FEBRUARY 25, 1991
- FEBRUARY 26, 1991

FEBRUARY 27, 1991

MARCH 4, 1991

THIRD READING, PASSED. AYES, 47; NOES, 0.

ENGROSSING REPORT.

COMMITTEE RECOMMEND BILL

SECOND READING, DO PASS.

TRANSMITTED TO HOUSE.

IN THE HOUSE

INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & ECONOMIC DEVELOPMENT.

FIRST READING.

MARCH 14, 1991 COMMITTEE RECOMMEND BILL BE CONCURRED IN AS AMENDED. REPORT ADOPTED.

APRIL 6, 1991 SECOND READING, CONCURRED IN AS AMENDED.

ON MOTION, RULES SUSPENDED. BILL PLACED ON THIRD READING THIS DAY.

THIRD READING, CONCURRED IN. AYES, 86; NOES, 11.

RETURNED TO SENATE WITH AMENDMENTS.

IN THE SENATE

APRIL 6, 1991

RECEIVED FROM HOUSE.

APRIL	17,	1991		SECOND READING, AMENDMENTS NOT CONCURRED IN.
				ON MOTION, CONFERENCE COMMITTEE REQUESTED.
APRIL	18,	1991		CONFERENCE COMMITTEE APPOINTED.
			IN	THE HOUSE
APRIL	19,	1991		ON MOTION, CONFERENCE COMMITTEE REQUESTED AND APPOINTED.
			IN	THE SENATE
APRIL	20,	1991		CONFERENCE COMMITTEE REPORTED.
APRIL	23,	1991		SECOND READING, CONFERENCE COMMITTEE REPORT ADOPTED.
			IN	THE HOUSE
APRIL	23,	1991		CONFERENCE COMMITTEE REPORT ADOPTED.
			IN	THE SENATE
APRIL	24,	1991		THIRD READING, CONFERENCE COMMITTEE REPORT ADOPTED.
				SENT TO ENROLLING.
				REPORTED CORRECTLY ENROLLED.

•

:

LC 1929/01

SENTE BILL NO. 272 1 INTRODUCED BY 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING "INDUSTRIAL 4 5 INFRASTRUCTURE" AND "INFRASTRUCTURE" AS USED IN THE TAX 6 INCREMENT FINANCING INDUSTRIAL DEVELOPMENT ACT." 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 8 9 NEW SECTION. Section 1. Definitions. As used in this 10 part, unless the context requires otherwise, the following 11 definitions apply: 12 (1) "Industrial infrastructure" means streets, roads, 13 sidewalks, waterlines and water facilities, sewers, storm 14 sewers, bridges, and other improvements owned, operated, and 15 provided by a governmental entity and designed and 16 constructed to specifications required for an industrial 17 entity's use. 18 (2) "Infrastructure" means streets, roads, sidewalks,

19 waterlines and water facilities, sewers, storm sewers, 20 bridges, and other improvements owned, operated, and 21 provided by a governmental entity.

NEW SECTION. Section 2. Codification instruction.
(Section 1) is intended to be codified as an integral part
of Title 7, chapter 15, part 42, and the provisions of Title
7, chapter 15, part 42, apply to [section 1].

-End-

ontana Legislative Council

INTRODUCED BILL

SB 0272/02

APPROVED BY COMMITTEE ON TAXATION

SENATE BILL NO. 272 1 2 INTRODUCED BY FARRELL 3 A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING "INDUSTRIAL 4 INFRASTRUCTURE" AND "INFRASTRUCTURE" AS USED IN THE TAX 5 INCREMENT FINANCING INDUSTRIAL DEVELOPMENT ACT." 6 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 8 NEW SECTION. Section 1. Definitions. As used in "This 9 part 7-15-4298 AND 7-15-4299, unless the context requires 10 11 otherwise, the-following-definitions-apply: 12 {}}--"Industrial "INDUSTRIAL infrastructure" AND "INFRASTRUCTURE" means MEAN streets, roads, CURBS, ALLEYS, 13 PARKING LOTS, OFFSTREET PARKING GUTTERS, sidewalks, 14 FACILITIES, WATERWAYS, waterlines and--water--facilities, 15 sewers AND SEWER LINES, storm sewers, NATURAL GAS LINES, 16 17 ELECTRICAL LINES, TELECOMMUNICATIONS LINES, bridges, RAIL LINES AND RAIL SPURS, and other RELATED improvements owned, 18 19 operated, and provided by a governmental----entity 20 MUNICIPALITY, AS DEFINED IN 7-15-4283, and designed and 21 constructed to specifications required for an industrial entity's use. 22

23 (2)--"Infrastructure"--means--streets7-roads7-sidewalks7
 24 waterlines--and--water--facilities7--sewers7--storm--sewers7
 25 bridges7--and--other--improvements--owned7---operated7---and

Montana Legislative Council

1 provided-by-a-governmental-entity:

- 2 <u>NEW SECTION.</u> Section 2. Codification instruction.
- 3 [Section 1] is intended to be codified as an integral part
- 4 of Title 7, chapter 15, part 42, and the provisions of Title
- 5 7, chapter 15, part 42, apply to [section 1].

-End-

-2-

SB 272 SECOND READING

1 SENATE BILL NO. 272 2 INTRODUCED BY FARRELL 3 4 A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING "INDUSTRIAL 5 INFRASTRUCTURE" AND "INFRASTRUCTURE" AS USED IN THE TAX 6 INCREMENT FINANCING INDUSTRIAL DEVELOPMENT ACT." 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: g. NEW SECTION. Section 1. Definitions. As used in "This 10 part 7-15-4298 AND 7-15-4299, unless the context requires 11 otherwise, the-following-definitions-apply: 12 +++--#Industriał "INDUSTRIAL infrastructure" AND 13 "INFRASTRUCTURE" means MEAN streets, roads, CURBS, ALLEYS, 14 GUTTERS, sidewalks, PARKING LOTS, OFFSTREET PARKING 15 FACILITIES, WATERWAYS, waterlines and--water--facilities, 16 sewers AND SEWER LINES, storm sewers, NATURAL GAS LINES, 17 ELECTRICAL LINES, TELECOMMUNICATIONS LINES, bridges, RAIL 18 LINES AND RAIL SPURS, and other RELATED improvements owned, 19 operated, and provided by a governmental----entity 20 MUNICIPALITY, AS DEFINED IN 7-15-4283, and designed and 21 constructed to specifications required for an industrial 22 entity's use. 23 t2)--"Infrastructure"--means--streets,-roads;-sidewaiks; 24 waterlines--and--water--facilities7--sewers7--storm--sewers7

25 bridges;--and--other--improvements--owned;---operated;---and



1 provided-by-a-governmental-entity-

2 NEW SECTION. Section 2. Codification instruction.

3 [Section 1] is intended to be codified as an integral part

4 of Title 7, chapter 15, part 42, and the provisions of Title

5 7, chapter 15, part 42, apply to [section 1].

-End-

-2-

THIRD READING



HOUSE STANDING COMMITTEE REPORT

March 14, 1991

Page 1 of 2

Mr. Speaker: We, the committee on <u>Business and Economic</u> <u>Development</u> report that <u>Senate Bill 272</u> (third reading copy -- blue) be concurred in as amended.

Signed:

Carried by: Rep. Cromley

And, that such amendments read:

1. Title, line 4. Following: second "ACT" Strike: "DEFINING" Insert: "CLARIFYING THE MEANING OF THE TERMS"

2. Title, line 6.

Following: "ACT"

Insert: "; PROVIDING THAT DIRECT ASSISTANCE TO SECONDARY VALUE-ADDED INDUSTRIES BE THROUGH AN INDUSTRIAL INFRASTRUCTURE DEVELOPMENT PROJECT; AND AMENDING SECTION 7-15-4288, MCA"

3. Page 1, line 9 through page 2, line 5. Strike: sections 1 and 2 in their entirety

financing. The tax increments may be used by the municipality to pay the following costs of or incurred in connection with an urban renewal project or industrial infrastructure development project:

(1) land acquisition;

(2) demolition and removal of structures;

(3) relocation of occupants;

(4) the acquisition, construction, and improvement of infrastructure or industrial infrastructure, which includes streets, roads, curbs, gutters, sidewalks, pedestrian malls, alleys, parking lots and offstreet parking facilities, sewers, sewer lines, sewage treatment facilities, storm sewers, waterlines, waterways, water treatment facilities, natural gas lines, electrical lines, telecommunication lines, rail lines, rail spurs, bridges, public buildings, and other public March 14, 1991 Page 2 of 2

improvements authorized by parts 41 through 45 of chapter 12, parts 42 and 43 of chapter 13, and part 47 of chapter 14 and items of personal property to be used in connection with improvements for which the foregoing costs may be incurred;

(5) costs incurred in connection with the redevelopment activities allowed under 7-15-4233;

(6) acquisition of infrastructure-deficient areas or portions thereof;

(7) administrative costs associated with the management of the industrial district;

(8) assemblage of land for development or redevelopment by private enterprise or public agencies, including sale, initial leasing, or retention by the municipality itself at its fair value;

(9) the compilation and analysis of pertinent information required to adequately determine the infrastructure needs of secondary, value-adding industries in the industrial district;

(10) the connection of the industrial district to existing infrastructure outside the industrial district; and

(11) the provision of direct assistance, through industrial infrastructure development projects, to secondary, value-adding industries to assist in meeting their infrastructure and land needs within the industrial district.""

HOUSE

58 272 551357SC.HSF

551357SC.HSF

SENATE STANDING COMMITTEE REPORT

Page 1 of 3 March 19, 1991

MR. PRESIDENT:

We, your committee on Judiciary having had under consideration House Bill No. 272 (third reading copy -- blue), respectfully report that House Bill No. 272 be amended and as so amended be concurred in:

1. Title, line 6. Following: "GOVERNMENTS" Insert: ", TRIBAL GOVERNMENTS," 2. Page 3, lines 3 and 9. Page 4, lines 20 and 23. Page 5, line 13. Page 12, line 22. Page 13, lines 7 and 10. Page 21, lines 14 and 16. Pollowing: "through" Strike: "14" Insert: "15" 3. Page 3, lines 1 and 8. Following: "section" Strike: "9" Insert: "10" 4. Page 3, lines 21 and 22. Page 8, line 8. Following: "local" Insert: "or tribal" 5. Page 4, line 25. Page 5, line 6. Page 12, line 25. Page 13, line 3.

Following: "government" Insert: ", tribal governments," 6. Page 5, line 20.

Page 11, lines 7 and 17. Page 12, line 16. Following: "government" Insert: ", a tribal government,"

7. Page 7 Following, line 4 Insert: "(7) "Tribal government" means a federally recognized Indian tribe within the state of Montana." Renumber; subsequent subsection

8. Page 7, line 13. Page 10, line 2. Following: "section" Strike: "8" Insert: "9" 9. Page 7, lines 20 and 21. Following: "government" on line 20 Strike: "or" Insert: ", Following: "government" on line 21 Insert: ", or a tribal government" 10. Page 8, lines 12, 20, and 25. Following: "government" Insert: "or a tribal government" 11. Page 8, line 13. Following: "judges" Insert: "or the tribal judges" 12. Page 9, line 21. Insert: "NEW SECTION. Section 7. Community corrections facilities and programs operated by tribal governments. (1) A tribal government may establish, maintain, and operate a community corrections facility or program to serve the needs of offenders who are sentenced to the facility or program by a judge as provided in [section 9]. (2) A tribal government may enter into an agreement with (3) A tribal government operating a community corrections

the department, pursuant to Title 18, chapter 11, part 1, for the purpose of providing community corrections facilities or programs for offenders. The agreement must provide for strict accountability procedures and practices for the conduct and supervision of offenders assigned or sentenced to a facility or program operated by a tribal government.

facility or program may accept, reject, or reject after acceptance the placement of any offender in the facility or program pursuant to an agreement with a unit of local government, a nongovernmental agency, or a judicial district. If an offender is rejected by the tribal government after initial appearance and the offender is a court referral, the offender must be remanded to the custody of the sheriff of the county in which the facility or program is located. The tribal government shall notify in writing the sentencing judge who, after considering the tribal government's reasons for rejection, shall appropriately modify the sentencing order."

Renumber: subsequent sections

Page 2 of 3 March 19, 1991

Page 3 of 3 March 19, 1991

13. Page 10, line 5. Following: "government" Insert: "or tribal government"

14. Page 10, line 18. Following: "government" Insert: ", a tribal government,"

15. Page 18, line 23. Page 19, line 18. Following: "<u>section</u>" Strike: "<u>B</u>" Insert: "9"

...

11

)]] E]

÷

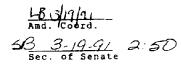
1 - 1656 - 1

¥

•

. .

Signed Richard Pinsoneault, Chairman



HOUSE COMMITTEE OF THE WHOLE AMENDMENT Senate Bill 272 Representative S.J. Hansen

> April 1, 1991 2:28 pm Page 1 of 1

Mr. Chairman: I move to amend Senate Bill 272 (third reading copy -- blue).

Signed presentative

And, that such amendments to Senate Bill 272 read as follows:

1. Amend the House committee on Business and Economic Development amendments dated March 14, 1991 as follows:

Amendment #3, in subsection (4), Following: "water treatment facilities," Insert: "public" Following: "and other" Insert: "any"



REJECT

HOUSE 58272

Montana Legislative Council

7	INDUSTRIAL DEVELOPMENT ACT; PROVIDING THAT DIRECT ASSISTANCE			
8	TO SECONDARY VALUE-ADDED INDUSTRIES BE THROUGH AN INDUSTRIAL			
9	INFRASTRUCTURE DEVELOPMENT PROJECT; AND AMENDING SECTION			
10	<u>7-15-4288, MCA</u> ."			
11				
12	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:			
13	<u>NEW-SECTION-</u> Section-1DefinitionsAsused-in-this			
14	part <u>7-15-4298-ANB-7-15-4299</u> 7-unlessthecontextrequires			
15	otherwise; -the-following-definitions-apply:			
16	(1)"Industrial <u>"INBUSTRIAL</u> infrastructure" <u>ANB</u>			
17	<u>"INFRASTRUETURE"</u> means <u>MEAN</u> streets7-roads7 <u>EURBS7AbbetS7</u>			
18	68998857 sidewalks7 PARKINGbors7OFPSTREETPARKING			
19	PACILITIES7WATERWAYS7 waterlinesandwaterfacilities7			
20	sewers AND-SEWER-BINES7-stormsewers7 NATURABGASbines7			
21	EbeetRicabbines7TEbecommunicationsbines7 bridges7 RAIb			
22	<u>HINES-AND-RAIL-SPURS</u> and other <u>RELATED</u> improvementaowned ₇			
23	operatedandprovidedbyagovernmentaientity			
24	MUNICIPALITY7-AS-DEFINEDIN7-15-42037 anddesignedand			
25	constructedtospecificationsrequiredfor-an-industrial			

1 SENATE BILL NO. 272 2 INTRODUCED BY FARRELL 3 4 A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING CLARIFYING THE 5 MEANING OF THE TERMS "INDUSTRIAL INFRASTRUCTURE" AND 6 "INFRASTRUCTURE" AS USED IN THE TAX INCREMENT FINANCING

52nd Legislature

SB 0272/03

1	entity ¹ 9-use:			
2	(2)"Infrastructure"-means-streets7roads7sidewalks 7			
3	waterlinesandwaterfacilitiessewersstormsewers;			
4	bridges;andotherimprovementsowned;operated;and			
5	provided-by-a-governmental-entity-			
6	NEW-SECTIONSection-2Codificationinstruction-			
7	{Section-l}-is-intended-to-be-codified-as-anintegralpart			
8	of-Title-7,-chapter-15,-part-42,-and-the-provisions-of-Title			
9	7;-chapter-15;-part-42;-apply-to-{section-1};			
10	SECTION 1. SECTION 7-15-4288, MCA, IS AMENDED TO READ:			
11	"7-15-4288. Costs which may be paid by tax increment			
12	financing. The tax increments may be used by the			
13	municipality to pay the following costs of or incurred in			
14	connection with an urban renewal project or industrial			
15	infrastructure development project:			
16	(1) land acquisition;			
17	(2) demolition and removal of structures;			
18	(3) relocation of occupants;			
19	(4) the acquisition, construction, and improvement of			
20	infrastructure or industrial infrastructure, which includes			
21	streets, <u>roads,</u> curbs, gutters, sidewalks, pedestrian malls,			
22	alleys, parking lots and offstreet parking facilities,			
23	sewers, sewer lines, sewage treatment facilities, storm			
24	sewers, waterlines, waterways, water treatment facilities,			
25	PUBLIC natural gas lines, electrical lines,			

-2-

SB 0272/03

SB 272

REFERENCE BILL AS AMENDED

SB 272

public buildings, and other ANY public improvements 2 3 authorized by parts 41 through 45 of chapter 12, parts 42 and 43 of chapter 13, and part 47 of chapter 14 and items of 4 personal property to be used in connection with improvements 5 for which the foregoing costs may be incurred; 6 7 (5) costs incurred in connection with the redevelopment 8 activities allowed under 7-15-4233; (6) acquisition of infrastructure-deficient areas or 9 10 portions thereof: 11 (7) administrative costs associated with the management 12 of the industrial district; (8) assemblage of land for development or redevelopment 13 by private enterprise or public agencies, including sale, 14 15 initial leasing, or retention by the municipality itself at 16 its fair value; (9) the compilation and analysis of pertinent 17 information required to adequately determine the 18 infrastructure needs of secondary, value-adding industries 19 20 in the industrial district; (10) the connection of the industrial district to 21 existing infrastructure outside the industrial district; and 22 23 (11) the provision of direct assistance, through 24 industrial infrastructure development projects, to secondary, value-adding industries to assist in meeting 25

-3-

telecommunication lines, rail lines, rail spurs, bridges,

1

1 their infrastructure and land needs within the industrial

district."

2

-End-

SB 0272/03

-4-

SB 272

Conference Committee on Senate Bill No. 272 Report No. 1, April 20, 1991

Page 1 of 1

Mr. President and Mr. Speaker:

We, your Conference Committee on Senate Bill No. 272, met and considered the amendments in:

(1) House Business and Economic Development Standing Committee Report dated March 14, 1991; and

(2) Committee of the Whole amendment dated April 1, 1991 by Representative S.J. Hansen.

We recommend that Senate Bill No. 272 (reference copy - salmon) be amended as follows:

1. Page 2, line 25. Strike: "<u>PUBLIC</u>"

2. Page 3, line 2.
Following: "public" on line 2
Insert: "publicly owned"

And that this Conference Committee report be adopted.

For the Senat Sen. Hayligan Chair,

Dohert

Sen. Farrell

-22-5/1

10:35 22 of Senate

ADOPT

REJECT

For House:

Chair, Rep. Cromley

Rice

Rep. Wallin

CCR.#1 5B272 830849CC.5ji SB 0272/04

SB 0	27	2/	04
------	----	----	----

SB 272

REFERENCE BILL: Includes Conference Committee report Dated <u>4-20-91</u>

- 2 -

1	SENATE BILL NO. 272	l entityis-use-
2	INTRODUCED BY FARRELL	- 2 {2} "Infrastructure"-means-streets,roads,sidewalks,
3		3 waterlinesandwaterfacilities7severs7stormsewers7
4	A BILL FOR AN ACT ENTITLED: "AN ACT DEFINING CLARIFYING THE	4 bridges;andotherimprovementsowned;operated;and
5	MEANING OF THE TERMS "INDUSTRIAL INFRASTRUCTURE" AND	5 provided-by-a-governmental-entity-
6	"INFRASTRUCTURE" AS USED IN THE TAX INCREMENT FINANCING	6 <u>NEW-SBCTION-</u> Section-2Codificationinstruction-
7	INDUSTRIAL DEVELOPMENT ACT; PROVIDING THAT DIRECT ASSISTANCE	7 (Section-1]-is-intended-to-be-codified-as-anintegralpart
8	TO SECONDARY VALUE-ADDED INDUSTRIES BE THROUGH AN INDUSTRIAL	8 of-Title-77-chapter-157-part-427-and-the-provisions-of-Title
9	INFRASTRUCTURE DEVELOPMENT PROJECT; AND AMENDING SECTION	9 77-chapter-157-part-427-apply-to-fsection-17-
10	<u>7-15-4288, MCA</u> ."	10 SECTION 1. SECTION 7-15-4288, MCA, IS AMENDED TO READ:
11		11 77-15-4288. Costs which may be paid by tax increment
12	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	12 financing. The tax increments may be used by the
13	NEW-SECTIONSection-1DefinitionsAsused-in-this	13 municipality to pay the following costs of or incurred in
14	part 7-15-4298-AND-7-15-42997-unlessthecontextrequires	14 connection with an urban renewal project or industrial
15	otherwisethe-following-definitions-apply-	15 infrastructure development project:
16	(1)"Industrial <u>"INDUSTRIAL</u> infrastructure" <u>AND</u>	16 (1) land acquisition;
17	"INFRASTRUCTURE" means MEAN streets7-roads7 CURBS7AbbeyS7	17 (2) demolition and removal of structures;
18	GUTTERS7 sidewalks7 PARKINGBOTS7OPPSTREETPARKING	18 (3) relocation of occupants;
19	PACIBITIES7WATERWAYS7 waterlinesandwaterfacilities7	19 (4) the acquisition, construction, and improvement of
20	severs AND-SEWER-LINES, storm severs, NATURAL-GASLINES,	20 infrastructure or industrial infrastructure, which includes
21	ELECTRICALLINES, TELECOMMUNICATIONSLINES, bridges, RAIL	21 streets, roads, curbs, gutters, sidewalks, pedestrian malls,
22	LINBS-AND-RAIL-SPURSy and-other <u>RELATED</u> improvementsownedy	22 alleys, parking lots and offstreet parking facilities,
23	operated;andprovidedbyagovernmentalentity	23 sewers, sewer lines, sewage treatment facilities, storm
24	MUNICIPALITY,-AS-DEFINEDIN7-15-42837 anddesignedand	24 sewers, waterlines, waterways, water treatment facilities,
25	constructedtospecificationsrequiredfor-an-industrial	25 PUBLIE natural gas lines, electrical lines,

Linontana Legislative Council

SB 272

1 telecommunication lines, rail lines, rail spurs, bridges, 2 public <u>PUBLICLY OWNED</u> buildings, and other <u>ANY</u> public 3 improvements authorized by parts 41 through 45 of chapter 4 12, parts 42 and 43 of chapter 13, and part 47 of chapter 14 5 and items of personal property to be used in connection with 6 improvements for which the foregoing costs may be incurred;

7 (5) costs incurred in connection with the redevelopment 8 activities allowed under 7-15-4233;

9 (6) acquisition of infrastructure-deficient areas or 10 portions thereof;

11 (7) administrative costs associated with the management 12 of the industrial district;

13 (8) assemblage of land for development or redevelopment
14 by private enterprise or public agencies, including sale,
15 initial leasing, or retention by the municipality itself at
16 its fair value;

17 (9) the compilation and analysis of pertinent
18 information required to adequately determine the
19 infrastructure needs of secondary, value-adding industries
20 in the industrial district;

(10) the connection of the industrial district to
existing infrastructure outside the industrial district; and
(11) the provision of direct assistance, through
industrial infrastructure development projects, to
secondary, value-adding industries to assist in meeting

-3-

- 1 their infrastructure and land needs within the industrial
 - district."

2

-End-

-4--