MINUTES OF THE MEETING LOCAL GOVERNMENT COMMITTEE MONTANA STATE SENATE

January 10, 1985

The second meeting of the Local Government Committee was called to order at 1:00 p.m. on January 10, 1985 by Chairman Dave Fuller in Room 405 of the Capitol Building.

ROLL CALL: All members were present.

CONSIDERATION OF SENATE BILL 7: Senator Ted Neuman, District #21, is the sponsor of this bill. The bill was requested by Interim Joint Subcommittee No. 3. It was introduced to authorize securities of the Federal Home Loan Mortgage Corporation to be pledged to secure deposits of public funds.

PROPONENTS

Terry Carmody, representing the Montana Association of Realtors, stated he would like to go on record as being in favor of the bill.

OPPONENTS

There were no opponents to SB 7.

Questions from the Committee were called for.

Chairman Fuller asked what different types of securities Freddie Mac is involved in. Mr. Neuman stated that they are involved in private home loan mortgages and conventional residential mortgages.

The hearing was closed on SB 7.

FURTHER CONSIDERATION OF SENATE BILL 31: Senator McCallum stated that, at the last meeting, he had concerns about SB 31. He talked to Senator Harding and other people and feels comfortable that in no way could the County Commissioners abolish the County Surveyor job during the period of time when an individual has been elected to this position. That was his main concern and, therefore, he withdraws his reservations regarding SB 31.

Senator Eck stated she had also talked with the County Commissioners and the County Surveyor has two functions. One is to certify plats and a surveyor is needed to do that. It doesn't matter if he is an engineer. They also have the responsibility of supervising the construction of county roads and bridges. In that case, they really do need an engineer. Therefore, if they start contracting, it would appear that they would have to contract for the two different functions, but there shouldn't be any problems with doing that.

ACTION TAKEN ON SENATE BILL 31: Senator McCallum moved that the Committee recommend a DO PASS on SB 31. The motion passed unanimously.

ACTION TAKEN ON SENATE BILL 7: Senator Story moved that the Committee recommend a DO PASS on SB 7. The motion passed unanimously.

CONSIDERATION OF SENATE BILL 20: Senator Dave Fuller, District #22, is the sponsor of this bill. It was introduced to repeal the miscellaneous county licenses on billiard tables and bowling alleys.

PROPONENTS

Clark Pyfer spoke in favor of the bill. His written testimony is attached as Exhibit A to these minutes. A letter of support to Mr. Pyfer from the Montana Bowling Proprietors Association is attached as Exhibit B to these minutes.

OPPONENTS

Gordon Morris, representing the Montana Association of Counties, stated he would like to go on record as being opposed to the bill in principle. It is his opinion that the bill would require counties to issue refunds on the taxes and he would like to not see them put in that position. While the impacts are virtually negligible as far as revenue collection goes, he opposes the principle of reducing county revenues.

Greg Jackson, representing Urban Coalition, stated he has the same concerns as Mr. Morris. While he has no concerns about the dollard amount, he is also opposed to the principle of reducing county revenues.

Questions from the Committee were called for.

Senator Pinsoneault wanted to know where the money goes. Mr. Pyfer stated that it goes to the County general fund.

Senator Fuller said he would have Karen Renne, the legislative researcher, review the bill as it was not the intent of the bill to have the counties do refunds on the taxes already paid.

Senator Eck stated that in this session, the legislature is looking at expanding the options of counties to collect taxes and that this bill would seem to limit that. She also asked how much the tax was. Mr. Pyfer said it was twenty dollars a year per bowling lane.

Senator Crippen asked if other licenses were purchased for bowling alleys. Mr. Pyfer stated that they purchase a Business License.

Senator Fuller closed by stating that the taxes are nuisance taxes and, given the small amount of money collected, they should be repealed.

The hearing was closed on SB 20.

FURTHER CONSIDERATION OF SENATE BILL 1: Senator Christiaens presented the proposed amendment to SB 1 which would clarify that surplus county land funds would be accumulated for a period of two years immediately prior to the budget year. The proposed amendment is attached as Exhibit C to these minutes.

Senator McCallum stated that, because of the way the amendment was written, the surplus funds would actually be accumulated for three years.

Senator Regan proposed that a substitute amendment be written tieing the time period to the State biennium so it would be perfectly clear.

Chairman Fuller stated that a substitute amendment would be drafted on SB 1.

The meeting adjourned at 1:40 p.m.

Senator Dave Fuller

Chairman

LOCAL GOVERNMENT

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COMMITTEE

/:00 p.m.
Date <u>01-10-85</u>

NAME	PRESENT	ABSENT	EXCUSED
Senator Crippen, Bruce	/		
Senator Eck, Dorothy			
Senator Harding, Ethel			
Senator Hirsch, Les	/		
Senator McCallum, George	/		
Senator Mohar, John(V.Chair)	/		
Senator Pinsoneault, Dick	/		
Senator Regan, Pat	/		
Senator Story, Pete			
Senator Fuller, Dave (Chair)			

Each day attach to minutes.

COMMITTEE ON Sen Local Got.

	VISITORS' REGISTER			
NAME	REPRESENTING	BILL #	Check Support	
Rubert Millaclen		1	V	
Camille Jallan	Peet of Commerce	20		
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EXHIBIT A
LOCAL GOVERNMENT COMMITEE
January 10, 1985

SB#10 (FULLER) TO REPEAL - the license on fool tables

A little history of these companion sections 7-21-2203 (license of \$14.80 per year on pool and billiard tables) and section 7-21-2204 (license of \$20.00 per year on each bowling lane (alley). They were originally inacted in 1903 with the last amendment 30 years ago in 1953. This was before there were business licenses to which most bowling centers are now subjected in addition to this discriminatory license. No doubt before the new modern automated family oriented bowling facilities there may have been a need for extra police services or even extra court expense. This is no longer the case in the clean well managed modern operations. In almost two full seasons at Sleeping Giant Lanes I do not know of a single police call.

While it is a duplication of license on most of us it is not a particularly significant revenue producer. In Yellowstone, Cascade and Missoula counties both licenses bring in less than #3,000.00 a year while in Lewis & Clark County it is under \$1,500.00. We respectfully request that you support the repeal of these unfair special taxes on a single industry.

Submitted by Clark PYFER

EXHIBIT B
LOCAL GOVERNMENT COMMITTEE
January 10, 1985

Senator Dave Fuller Chairman on the Committee Of Municipal Taxation Helena, Montana

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Dear Senator Fuller,

On behalf of the bowling proprietors of Montana, I would like to say "Thank You" for your support of Senate Bill No. 20. In 1903, bowling alleys were just that but today we have Family Fun Centers. We are small businessmen involved in a constant struggle to earn our share of the recreation dollar. 7-21-2204 is a dual cost to the bowling center besides being a discriminatory license on our establishments. Thank you again for your support.

Sincerely Yours, John Himmy In

John H. (Jack) Harrington

President

Montana Bowling Proprietors

Association

Hot Committee: 1/10/85

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PROPOSED AMENDMENT TO SB 1

1. Page 2, line 7:

Following "commerce."

Insert: "Surplus funds may be accumulated and rebudgeted for the purposes stated in subsection 2, except that funds rebudgeted by a local governing body or planning agency may not exceed the total revenue received under subsection 1 in the 2 years immediately prior to the budget year."

2. Page 2, line 7:

Following "Any"

Strike: "surplus"

Insert: "excess"

STANDING COMMITTEE REPORT

	January 10	85 19
MR. PRESIDENT		
We, your committee on	LOCAL GOVERNMENT	
•	SENATE BILL No	7
reading cop		
A BILL FOR AN ACT E	enticled:	
MORTGAGE CORPORATI	ON TO BE PLEDGED TO SECURE DEPOSITS OF DEP	
	SHNATE BILL. No	7

DO PASS

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Tave Fuller Chairman

STANDING COMMITTEE REPORT

	January I	19
MR. PRESIDENT		
We, your committee on	LOCAL GOVERNMENT	
having had under consideration	SENATE BILL	No31
first reading		
	color	
A BILL FOR AN AC		
"MAIVER OF COURT! CONSOLIDATION"	SURVEYOR QUALIFICATIONS UPON OF	FICE
Respectfully report as follows: Tha	SENATE BILL	No. 31

DO PASS...

XXXXXXXXX

Dave Puller

Chairman.

(This sheet to be used by those testifying on a bill.)

IAME: Jerry Comody	DATE: 1/10/55
ADDRESS: 910 Holora 400	
PHONE: 443-4032	
REPRESENTING WHOM? Man! Assoc. of	PEALTOR
APPEARING ON WHICH PROPOSAL: 58-7	
OO YOU: SUPPORT? X AMEND?	OPPOSE?
COMMENT:	
PLEASE LEAVE ANY PREPARED STATEMENTS WITH	THE COMMITTEE SECRETARY.