# MINUTES OF THE MEETING
# TAXATION COMMITTEE
# MONTANA STATE SENATE

March 18, 1985

The fifty-second meeting of the Senate Taxation Committee was called to order by Chairman Thomas E. Towe at 7:36 am in Room 413-415 of the Capitol Building.

ROLL CALL: Senators Brown, Eck, Goodover, Halligan, Hirsch, McCallum, Neuman and Towe were present at roll call. Senator Mazurek joined the committee at 7:42 am, Senator Severson at 7:45 am. Senators Hager and Lybeck were excused.

CONSIDERATION OF SB 395: Senator Hirsch inquired of other members whether a reduction in the fee would make the bill more acceptable. He said that he viewed it much like water rights problems and felt it was an issue that deserved consideration. Senator Towe said the fee was for the right to sever the mineral from the surface interest. He suggested that the registration could be less often than annual. Senator Halligan said it was the corporations who would attend to filing their mineral interests and the normal folks would have a hard time with the record keeping. Senator Towe responded that the notice provision in the bill would be sufficient. Senator Halligan also suggested that public notice should be given during the five year period during which filings are to be made. Senator Mazurek noted that all other interests revert to the state after abandonment and suggested these should also do that.

MOTION: Senator Goodover moved that SB 395 be tabled.

The committee discussed whether amendments could save the bill. Senator Towe and Senator Hirsch distributed proposed amendments to the bill and discussed the amendments (Exhibit 1).

Senator Goodover suggested that the major changes in the bill would require rehearing the bill.

MOTION: Senator Neuman moved as a substitute motion that SB 395 be amended per Exhibit 1.

The committee discussed the mineral interest as a piece of property. It was noted that the surface owner has the responsibility of the land and pays taxes on the land, but has no authority when the owner of the mineral interest wants to claim the mineral.

Senator Towe noted that the effective date must be changed to October 1, 1985, to make the time periods in the bill function properly.

Senator Halligan said the amendments change the substance of the bill. He said it would be an administrative hassell for counties and that the benefits don't balance with the administrative cost.

Question was called. Senators Brown, Eck, Hirsch, Neuman and Towe voted yes; Senators Goodover, Hager, Mazurek, McCallum and Severson voted no. The motion failed.

The discussion returned to Senator Goodover's motion to table SB 395. Senator Neuman asked if Senator Hirsch's intention had been to get more revenue or to return the severed mineral interest to the land.

Senator Hirsch said that his sole purpose is to avoid fractionalized mineral interests and, secondarily, to get some fee to local governments.

Question was called on the motion. Senators Neuman, Hirsch and Towe voted no. Other members present voted yes, the motion carried.

Senator Eck assumed the chair for purposes of hearing SB 466.

CONSIDERATION OF SB 466: Senator Towe said this bill would assess centrally assessed property at a uniform rate in the same way that SB 390 assessed oil and gas at a uniform rate. Senator Towe used Exhibit 2 to discuss the bill. He said that 36 percent of the taxable value of centrally assessed utilities is in one county and that the out-of-state utilities having an interest there are benefiting from the lowest mill levy in the state. He said that the bill is not intended to change the rate paid by our own utilities, but to fairly tax the out-of-state utility interests. He said it would produce an additional $3 million annually for the state.

PROPONENTS

No additional proponents were heard.

OPPONENTS

Mr. Gene Phillips, representing Pacific Power and Light, said the averaged mill now is 143 and that this bill would increase it to 201, representing a substantial increase . He said now the tax that Pacific Power and Light pays in comes from ratepayers in two counties, while several counties assess PP&L. He noted that Plum Creek Lumber, their single largest rate payer would pay an additional $156,000 in taxes annually. He said that is a substantial impact on a struggling Montana industry. He noted that the bill has no fiscal note and that the Revenue Oversight Committee had voted not to have the bill introduced.

Mr. John Alke, Montana Dakota Utilities, said he opposed the bill. He said MDU taxes would go down slightly, but that bill is a convenient quick fix that would present more long range difficulties. He said the bill would reduce collections in certain counties. He said the local property taxes would be held by the state and local governments would have to hope the state would return the money. He said the bill would work only when the taxable value in Rosebud is high and that as it comes down, it would no longer function.

Mr. Mike Zimmerman, Montana Power Company, said that it appears that 201 is not the averaged assessed levy. He said MPC would figure it on the basis of actual taxes paid at 197.92 mills. He said in its present form the bill represents a tax increase for MPC consumers. He said attacking out-of-state interests is not a rational basis for a tax increase. He said the cost of administration of the bill had not been considered. Once the mechanism was in place, he said, it would be too easy to increase state revenue by simply raising that averaged mill figure. He said it was a convenient mechanism to increase taxes in a disguised way.

Mr. Dennis Burr of the Montana Taxpayers Association said this bill was a capricious method of reallocation of taxes. No reason had been given for the changes, he said. He asked what would happen when taxes were paid under protest, and whether the general fund would have to cover that amount under the language of the bill. He said that this would not affect location decisions which are made by the the location of natural resources and not by a low mill levy.

Mr. Mike Stephens, representing the Oil, Gas and Coal Counties, said the state is again tinkering with the property tax system. He said the bill fails to give local government the necessary property tax base to handle their business. He said the property tax system should be honored at the state level and that there is no need to collect at the state level and redistribute the dollars.

Mr. Gregg Groepper, Department of Revenue, said that they neither oppose or support the bill. He said there are some technical defects in the bill as nothing addresses how the corporations pay the tax.

Questions from the committee were called for.

In response to a question from Senator Neuman, Senator Towe said that depreciating out Rosebud County property would not affect MPC's average mill levy. He said the excess revenue would decline, assuming that no new construction was added to the existing property of the centrally assessed utility.

Senator McCallum asked if this would function like the Foundation Program which takes from the rich and gives to the poor. Senator Towe said, no, that the same amount currently received would be sent back to each county, unlike the Foundation Program.

Senator Towe closed saying that the enormous amount of property in one county is benefiting out-of-state utilities. He said the tax reduction benefit is to those out-of-state. He said now that utilities can shop for siting based on taxes. He said, in response to Mr. Phillips, that there would clearly be no justification for throwing the cost of all PP&L tax to Montana rate payers alone and that the PSC would clearly disallow that. He concluded saying that it is an idea that must be addressed.

Senator Towe resumed the chair. He said that the fiscal note on the bill is being completed. Mr. Groepper said that his general impression is that the 201 mill levy figure would need to come up.

<u>CONSIDERATION OF SB 465</u>:

<u>MOTION</u>: Senator Halligan moved <u>that SB 465 do pass</u>.

Senator Towe, in response to a question, said the fiscal impact of the tax increase would be about $1.92 million annually. He noted the other contributions to the funding noted in page 6 of the bill. The committee also noted that there is no money in the Long Range Building Account for construction of the new university system buildings. Senator Towe also noted that HB 926 addresses the same problems.

Senator Brown said that he sympathized with the requests of the university system, but that many would not get what they wanted from this session. He said the guts are cut from other educational programs and he could not vote for this bill.

Senator Goodover said he had reservations about earmarking revenue.

MOTION: Senator Goodover moved as a substitute motion that SB 465 be tabled. With present members all voting yes, the motion carried.

CONSIDERATION OF SB 443:

MOTION: Senator McCallum moved that SB 443 be tabled.

Senator Brown said that the covenant made two years ago to give them the reduction at this time should be honored. He said in the close call with North Dakota for investment dollars this might have an iota of effect.

Senator Towe said that argument was undermined by the industry's support of SB 390.

Senator Goodover said the industry deserved some time and stability.

Senator Neuman said he supported the tabling motion because he felt the Legislature should keep its word even if the oil companies did not always keep theirs.

Question was called and the motion carried unanimously.

CONSIDERATION OF SB 460:

MOTION: Senator Severson moved that SB 460 be tabled.

In response to a question from Senator Neuman, Senator Towe said that the bill would change capital gains rates. He said that now holding capital gains for six months and a day entitled the taxpayer to a 60 percent write off. He said that the sliding scale would make that more fair and noted to the committee that the bill would generate revenue.

Senator Severson said the bill is not necessary because the sod busting questions had been settled.

Question was called. Senators Lybeck, Neuman, Towe voted no; Senators Goodover, Hager, Severson, McCallum, Brown, Hirsch voted yes. The motion carried.

CONSIDERATION OF SB 466:

MOTION: Senator Brown moved that SB 466 be tabled. Senator Towe voted no; Senators Eck, Goodover, Hirsch, Severson, Neuman, McCallum, and Brown voted yes. The motion carried.

CONSIDERATION OF SB 21:

MOTION: Senator Goodover moved that SB 21 be tabled. Senators Eck and Towe voted no. Other members present voted yes, the motion carried.

CONSIDERATION OF SB 442:

MOTION: Senator McCallum moved that SB 442 be tabled.

MOTION: Senator Brown moved as a substitute motion that SB 442 do pass.

Senator Brown said that financing the Foundation Program would force property taxes up. He said it would take better care of the people to pass this bill as it may be the only thing done for property taxpayers this session.

Question was called. Senators Brown, Eck, Halligan, Mazurek, Neuman, Severson and Towe voted yes. Senators Goodover, Hirsch and McCallum voted no. Senators Hager and Lybeck were excused. The motion carried.

CONSIDERATION OF SB 386:

Senator Hirsch provided the committee with Exhibit 3 which was discussed in reference to SB 386. Exhibit 4 from Senator Severson was also used to discuss the fee system.

MOTION: Senator Neuman moved that SB 386 be tabled. In support of his motion Senator Neuman said that the state can't go jumping back and forth and that while he had opposed the institution of this system, he felt it should not be changed now.

MOTION: Senator Severson moved as a substitute motion that SB 386 do pass.

Question was called. Senators Hirsch and Severson voted yes; Senators Brown, Eck, Goodover, Halligan, Mazurek, McCallum, Neuman and Towe voted no. The motion failed.

Question was called on Senator Neuman's motion. Senators Brown, Eck, Goodover, Halligan, Mauzrek, McCallum, Neuman and Towe voted yes; Senators Hirsch and Severson voted no. The motion carried.

CONSIDERATION OF HB 105:

MOTION: Senator Halligan moved that HB 105 do not pass. Senator Hirsch spoke in favor of the motion. Senator Mazurek said that the mandamus portions of the bill were not acceptable.

Question was called and the motion carried unanimously. Senator Towe said he would carry the bill on the floor.

CONSIDERATION OF HB 2:

MOTION: Senator Halligan moved that HB 2 be concurred in. With only Senator Neuman voting no, the motion carried. Senator Hirsch agreed to carry the bill on the floor.

Chairman Towe adjourned the meeting at 10 am.

Thomas E. Towe

Chairman

ROLL CALL

SENATE TAXATION COMMITTEE

49th Legislative Session -- 1985

Date March 18, 1985 7:36am

Location -- Room 413-415

| Name | Present | Absent | Excused |
|---|---|---|---|
| Senator Brown | ✓ | | |
| Senator Eck | ✓ | | |
| Senator Goodover | ✓ | | |
| Senator Hager | | | ✓ |
| Senator Halligan | ✓ | | |
| Senator Hirsch | ✓ | | |
| Senator Lybeck | | | ✓ |
| Senator Mazurek | 7:42 | | |
| Senator McCallum | ✓ | | |
| Senator Neuman | ✓ | | |
| Senator Severson | 7:45 | | |
| Senator Towe | ✓ | | |

NAME Ward A. Shanahan BILL NO. SB 395

ADDRESS HELENA MT 59624 DATE 03/13/85

WHOM DO YOU REPRESENT At Request of Senator Hirsch

SUPPORT ________ OPPOSE ________ AMEND XX

Comments:

1. Title, line 5.
   Strike: "Filing and recording"
   Insert: "registration"
   Following: "interests"
   Insert: "in real property"
   Following: "interests"
   Insert: "in real property"

2. Title, line 7.
   Following: "interests"
   Insert: "in real property"

3. Page 1, line 10.
   Following: "interests"
   Insert: "in real property"

4. Page 1, line 13.
   Following: "interests"
   Insert: "in real property"

5. Page 1, line 15.
   Following: "the"
   Insert: "such"

6. Page 1, line 16.
   Following: "of"
   Insert: "such"

7. Page 1, line 20.
   Following: "of"
   Insert: "such"

8. Page 1, line 23 through line 2, page 2.
   Following: "sources."
   Strike: Line 23, page 1 through line 2, page 2 in their entirety

9. Page 2, line 5.
   Following: "to"
   Strike: "levy a fee on the privilege of maintaining"
   Insert: "provide for recording to maintain"

Exhibit 1 -- SB 395
March 18, 1985

10. Page 2, line 6.
Following: "interest"
Insert: "in real property

11. Page 2, line 10.
Following: "interest"
Insert: "in real property"

12. Page 2, line 11.
Following: "be"
Strike: "filed and"
Following: "registered"
Strike: "annually"
Insert: ""every 10 years"

13. Page 2, line 12.
Following "mineral"
Strike: "interest must file the interest""
Insert: "interest in real property must register the interest every 10 years following the effective date of this act"

14. Page 2, line 15.
Following: "the"
Insert: "such"

15. Page 2, line 19.
Following: "interest"
Insert: "in real property"

16. Page 3, line 1.
Following: "surface"
Insert: "."
Following" "."
Strike: line 1 and 2 in their entirety

17. Page 3, lines 3 through 9.
Strike: (2) in its entirety
Insert: (2) Each owner of a severed mineral interest in real property, created by a separate instrument, except the state of Montana or the United States of America, shall pay to the county clerk and recorder a registration fee of $3.00 per page covering each such interest in each county in which such a mineral interest is claimed at the time of registration.

18. Page 3, lines 10 through 14.
Strike: (3) in its entirety
Insert: (3) Registration of such mineral interests shall be made as follows:

(a) Interests created by instruments recorded prior to the passage and approval of this act, must be re-registered on or before October 1, 1988; and

(b) Interests created by instruments recorded after the passage and approval of this act must be re-registered on or before the 10th anniversary date, during the 10th anniversary year since the date of creation of the interest.

(c) All interests must all be re-registered every 10 years after the date of original registration.

19. Page 3, lines 15 - 17.
Strike: (4) in its entirety

20. Page 3, lines 18 through line 11, page 4.
Strike: New Section. Section 3 in its entirety
Renumber: subsequent section.

21. Page 4, line 13.
Following: "interests"
Insert: "in real property"

22. Page 4, line 16 through line 2, page 5.
Following: "county."
Strike: line 16 through line 2, page 5 in their entirety

23. Page 5, line 4.
Following: "interest"
Insert: "in real property"

24. Page 5, line 5.
Following: "by"
Strike: line 5 through line 20 in their entirety
Insert: "by the owner of the surface estate in two ways:

(a) By asserting as a claim in a quiet title action brought under Montana law that the severed mineral interest in real property is presumtively abandoned because the previous record owner (if that person can be found) has not complied with the registration requirements of this act (for mineral interests created more than 10 years prior to the first date of required registration under this act) or for a period of 10 years since the date of the instrument has failed to file a registration as required by this act and that such interest will be presumed abandoned unless the record owner or any other person unknown who might claim an interest through that person, after service of summons as required by law appears in the action and carries the burden of proof that such mineral interest has been physically explored, developed or produced during the preceeding 10 years or that an attempt to explore, develop or produce such interest has been made by the execution and recording of a valid mineral lease exploration and development contract or similar instrument; or

(b) Where the record owner or any person unkown claiming through such person has failed to register such interest as provided in this act and the surface owner after examination of the county record revealing such failure to register as for a period 5 years prior to the filing of the complaint to quiet title explored, developed or produced minerals from the property or has executed and recorded a mineral lease, exploration or development contract or similar document giving notice of intention to explore, develop or produce minerals from the property; and

(c) The complaint to quiet title filed by the surface owner may assert either or both such claims.

25. Page 5, lines 21 through lines 2, page 6.
Strike: lines 21 through lines 2, page 6 in their entirety
Insert: (2) Failure to register or re-register as provided in this act creates a presumption of abandonment which is evidence admissible in any court of general jurisdiction in this state and is rebuttal only by evidence introduced as specified herein.

26. Page 6, line 6.
Following: "interest"
Insert: "in real property"

27. Page 7, lines 8 through 22.
Strike: lines 8 through 22 in their entirety
Insert: "NEW SECTION. Section 8. This act shall become effective October 1, 1987, for all mineral interests created by recorded documents previous to the passage and approval of this act, registration of those interests must be made on or before that date. For interests created after passage and approval of this act, registraion is required on or before the 10th anniversary date of the interest creating such severed mineral interest.

"NEW SECTION. Section 9. Each such severed mineral interest to which this act applies shall be re-registered on or before the 10th anniversary date of the first registration thereof in order to preserve and perpetuate the interest and declare on the public record the owner's intention to continue to claim such interest.

28. "NEW SECTION. Section 10. Not applicable to unpatented mining claims. This act is not applicable to unpatented mining property on public domain, subject to the provisions of federal or state law with respect thereto.

29. Page 7, line 23.
Strike: "Section 8"
Insert: "Section 11."

Towns

| . | ONE YR. |
|---|---|
| 5 | CHANGE |
| 00 | 59.74 |
| 24 | 59.97 |
| 45 | -4.69 |
| 34 | -2.96 |
| 08 | -107.19 |
| 34 | 0.51 |
| 49 | -1.88 |
| 27 | -15.59 |
| 65 | -94.50 |
| 39 | -3.06 |
| 13 | 2.37 |
| 19 | 29.18 |
| 92 | 31.66 |
| 67 | -0.11 |
| 25 | 18.47 |
| 96 | 26.11 |
| 04 | 41.67 |
| 72 | -15.68 |
| 68 | -26.56 |
| 96 | -7.63 |
| 66 | -21.17 |
| 71 | -13.29 |
| 43 | -6.20 |
| 79 | 41.15 |
| 58 | -23.85 |
| 85 | -31.42 |
| 88 | 19.03 |
| 57 | -23.05 |
| 77 | 35.33 |
| 19 | -17.24 |
| 39 | -26.40 |
| 20 | 9.12 |
| 47 | 17.81 |
| 36 | -5.37 |
| 28 | 13.80 |
| 54 | 13.57 |
| 10 | 13.37 |
| 58 | -5.89 |
| 34 | 23.41 |
| 49 | 24.74 |
| 19 | 19.57 |
| 28 | 17.73 |
| 99 | 45.33 |
| 33 | 2.56 |
| 19 | 6.51 |

ınder revised
/ averages.
1984

# Property Tax Mill Levies For Fiscal 1984-85 County Operations

## - Mills or Taxes Per $1,000 Taxable Valuation -

| | GENERAL FUND | ROAD | BRIDGE | POOR | DISTRICT COURT | EXT. AGENT | FAIR | LIBRARY | AIRPORT | WEED | CEMETERY | DEBT LEVY | SENIOR CITIZENS | OTHER | TOTAL 1984-85 | TOTAL 1979-80 | % CHANGE 5 YEARS | VALUE OF 1 MILL 1984-85 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| BEAVERHEAD | 25.00 | 15.00 | 5.00 | 13.50 | | 1.70 | 1.50 | | 1.50 | 2.00 | 2.50 | | 0.50 | 14.00 | 82.20 | 50.85 | 61.65% | $ 15,156 |
| BIGHORN | 17.38 | 7.46 | 2.09 | 0.97 | | | | | | | | 2.87 | | 0.12 | 30.89 | 29.41 | 5.03 | 127,756 |
| BLAINE | 23.99 | 15.00 | 6.00 | 3.57 | 3.60 | 1.57 | 1.43 | 2.14 | 1.00 | 1.26 | | | 0.47 | 2.65 | 62.68 | 60.21 | 4.10 | 34,312 |
| BROADWATER | 25.30 | 18.00 | | 5.02 | 2.35 | 2.18 | 1.50 | 1.02 | | 2.00 | | | 2.00 | 9.52 | 68.89 | 56.53 | 21.86 | 10,928 |
| CARBON | 24.50 | 11.77 | 4.00 | 5.30 | 2.57 | 1.63 | 0.52 | | 0.01 | 2.00 | | | | 1.25 | 53.55 | 42.52 | 25.94 | 28,234 |
| CARTER | 27.00 | 18.00 | 4.00 | 5.00 | 4.00 | 2.00 | 1.50 | 1.50 | 2.00 | 2.00 | | 0.80 | 1.00 | 12.30 | 81.10 | 71.90 | 12.80 | 6,823 |
| CASCADE | 25.00 | 15.00 | 4.00 | 13.50 | 6.00 | 1.78 | 1.50 | 5.00 | 2.00 | 2.00 | | | 1.00 | 22.76 | 99.54 | 78.97 | 26.05 | 89,426 |
| CHOUTEAU | 18.65 | 15.00 | 4.00 | 2.73 | 1.90 | 1.48 | 1.50 | 2.83 | 1.59 | 2.00 | | 5.63 | 1.00 | 7.44 | 65.75 | 47.15 | 39.45 | 30,210 |
| CUSTER | 27.00 | 18.00 | 3.89 | 8.48 | 5.00 | | 1.50 | | 0.77 | | 4.00 | 0.95 | 2.17 | 1.00 | 72.76 | 59.75 | 21.77 | 18,275 |
| DANIELS | 27.00 | 18.00 | 5.00 | 3.30 | 4.00 | 3.21 | 1.31 | 3.01 | 2.00 | 0.96 | | 4.48 | 1.00 | 9.18 | 82.45 | 68.60 | 20.19 | 8,170 |
| DAWSON | 22.48 | 15.00 | 4.00 | 5.38 | 4.50 | | 1.50 | 1.42 | 2.00 | 0.67 | | 2.59 | 2.00 | 0.83 | 62.37 | 57.45 | 8.56 | 29,365 |
| DEER LODGE(1) | 133.85 | | | | | | | | | | | | | | 133.85 | 92.27 | 45.06 | 12,460 |
| FALLON | 8.74 | 4.63 | 0.04 | | | | 1.32 | 0.11 | 0.67 | 0.61 | 0.10 | | | 2.57 | 18.79 | 36.90 | -49.08 | 115,772 |
| FERGUS | 25.00 | 15.00 | 4.98 | 7.50 | 5.00 | 3.28 | 1.50 | | 0.14 | 1.46 | | | | 5.83 | 69.69 | 53.88 | 29.34 | 21,875 |
| FLATHEAD | 25.00 | 15.00 | 3.03 | 12.00 | 6.00 | 1.12 | 1.50 | 3.72 | 2.00 | 1.11 | | 0.36 | 1.00 | 20.31 | 92.14 | 73.52 | 25.33 | 86,418 |
| GALLATIN | 23.77 | 14.98 | 3.33 | 4.44 | 6.00 | 1.38 | 1.40 | 1.50 | 2.05 | 1.01 | | | 0.87 | 13.31 | 74.04 | 61.28 | 20.82 | 59,488 |
| GARFIELD | 27.00 | 18.00 | 4.00 | 3.50 | 3.50 | 3.50 | 1.00 | 1.00 | | 1.00 | | | | 10.50 | 73.00 | 66.20 | 10.27 | 6,690 |
| GLACIER | 18.16 | 15.00 | 2.85 | 1.52 | 2.80 | | | 2.57 | 2.00 | 0.33 | | 2.35 | 0.62 | 7.18 | 55.38 | 49.31 | 12.31 | 45,787 |
| GOLDEN VALLEY | 15.70 | 18.00 | 3.00 | 4.90 | 4.00 | 2.27 | | | | 1.70 | | | 0.35 | 0.63 | 50.55 | 46.75 | 8.13 | 5,240 |
| GRANITE | 27.00 | 18.00 | 4.00 | 8.68 | 4.00 | 4.57 | 0.31 | | 2.00 | 2.00 | | | 1.00 | 15.01 | 86.57 | 56.45 | 53.36 | 5,562 |
| HILL | 16.76 | 15.00 | 4.00 | 8.92 | 6.00 | | 1.02 | 1.38 | 0.29 | 1.34 | 1.08 | 0.19 | 1.00 | 5.80 | 62.78 | 52.08 | 20.55 | 45,369 |
| JEFFERSON | 27.00 | 15.00 | 4.00 | 6.00 | 4.00 | 0.81 | | 3.00 | | 2.00 | | | 1.14 | 1.00 | 63.95 | 42.86 | 49.21 | 15,387 |
| JUDITH BASIN | 32.33 | 24.11 | 4.78 | 0.57 | 5.01 | 4.03 | | 3.14 | | 2.79 | | | 1.00 | 18.45 | 96.21 | 63.32 | 51.94 | 9,109 |
| LAKE | 25.00 | 15.00 | 4.00 | 13.50 | 5.00 | 1.78 | 0.47 | 0.80 | 1.62 | 2.00 | | | 0.56 | 13.32 | 83.05 | 56.50 | 46.99 | 26,443 |
| LEWIS & CLARK | 19.51 | 15.00 | 3.34 | 15.57 | 6.00 | 1.37 | 1.50 | 4.55 | 2.00 | 2.00 | | 13.79 | 1.48 | 9.07 | 95.18 | 65.89 | 44.45 | 60,102 |
| LIBERTY | 17.50 | 18.00 | 4.00 | | 1.98 | | | 1.69 | | 0.71 | 0.93 | | 1.00 | 5.13 | 50.94 | 52.08 | -2.19 | 20,199 |
| LINCOLN | | | | 12.00 | 6.00 | 1.27 | 1.50 | 3.26 | 0.88 | 0.68 | | | 0.97 | 3.31 | 29.87 | 28.25 | 5.73 | 33,311 |
| MADISON | 25.63 | 3.09 | 4.60 | 4.63 | 5.00 | | 1.35 | 0.96 | 0.15 | 2.00 | | 4.40 | | 6.10 | 57.91 | 52.38 | 10.56 | 16,180 |
| McCONE | 25.00 | 18.00 | 5.00 | 0.31 | 4.00 | 2.44 | 1.00 | 2.37 | 1.47 | 2.00 | | 1.75 | | 16.14 | 79.48 | 64.90 | 22.47 | 10,782 |
| MEAGHER | 25.72 | 15.00 | 3.95 | 3.21 | 3.20 | | | 0.75 | 0.28 | 2.00 | | | | 7.86 | 61.97 | 63.35 | -2.18 | 7,954 |
| MINERAL | 27.00 | | 1.33 | 12.00 | 4.00 | 3.37 | 0.68 | 2.13 | 0.67 | | | 3.17 | 1.00 | 14.85 | 70.20 | 70.66 | -0.65 | 4,473 |
| MISSOULA | 34.97 | 13.58 | 2.56 | 12.60 | 6.00 | 1.05 | 0.98 | 3.63 | 2.00 | 0.87 | | 0.84 | 0.86 | 13.17 | 93.11 | 49.20 | 89.25 | 123,133 |
| MUSSELSHELL | 3.56 | 9.70 | 2.08 | 1.57 | | | 1.12 | | 0.11 | 0.33 | | | | 2.79 | 21.26 | 43.91 | -51.58 | 27,278 |
| PARK | 26.25 | 18.00 | 4.00 | 10.36 | 5.00 | | 1.44 | | 0.47 | 2.00 | | 3.58 | 0.91 | 7.37 | 79.38 | 51.81 | 53.21 | 18,361 |
| PETROLEUM | 8.00 | 2.50 | 3.00 | 1.50 | | | | 3.00 | | | | | | 0.25 | 18.25 | 31.25 | -41.60 | 3,077 |
| PHILLIPS | 5.00 | 10.00 | 6.00 | 3.00 | 3.00 | | 0.60 | 0.50 | | 1.00 | | | 1.00 | 2.45 | 32.55 | 62.55 | -47.96 | 39,348 |
| PONDERA | 21.75 | 15.00 | 4.00 | 8.00 | 5.00 | | 0.10 | 2.00 | | 2.00 | | 2.30 | 1.00 | 2.35 | 63.50 | 63.68 | -0.28 | 25,177 |
| POWDER RIVER | 7.21 | 10.04 | 1.69 | 0.96 | | | | | | | 0.19 | | | 2.51 | 22.61 | 33.21 | -31.92 | 67,513 |
| POWELL | 27.00 | 14.00 | 3.00 | 13.50 | 4.00 | 2.50 | 1.00 | | 0.50 | 1.40 | | | 1.00 | 1.50 | 69.40 | 43.70 | 58.81 | 13,798 |
| PRAIRIE | 24.00 | 15.00 | 5.00 | | 2.76 | 3.33 | 1.50 | 3.84 | 0.57 | 0.77 | 1.58 | | 1.38 | 18.00 | 77.73 | 79.59 | -2.34 | 6,497 |
| RAVALLI | 17.00 | 15.00 | 4.44 | 12.00 | 5.00 | 2.13 | 1.50 | 0.47 | 0.93 | 1.46 | 1.41 | | 1.00 | 8.95 | 71.29 | 31.63 | 125.39 | 23,896 |
| RICHLAND | 6.55 | 15.00 | 2.10 | 1.80 | | 0.43 | 0.66 | 0.09 | 0.40 | 0.60 | 0.53 | | 0.26 | 0.88 | 29.30 | 24.86 | 17.86 | 124,659 |
| ROOSEVELT | 15.48 | 15.00 | 3.00 | 3.15 | 1.00 | 0.94 | 0.57 | 1.47 | 0.29 | 0.45 | | | 0.35 | 1.10 | 42.80 | 47.57 | -10.03 | 76,933 |
| ROSEBUD | 4.99 | 5.16 | 0.39 | 1.10 | | | 0.54 | 0.24 | 0.24 | 0.37 | 0.13 | 0.19 | 0.19 | 0.28 | 13.83 | 25.16 | -45.03 | 244,365 |
| SANDERS | 24.02 | 6.00 | 3.65 | 4.84 | | | 0.50 | 0.80 | 1.98 | 1.45 | | 5.14 | 1.00 | 1.05 | 50.43 | 39.97 | 26.17 | 20,934 |
| SHERIDAN | 2.60 | 12.00 | 3.00 | 1.13 | 1.25 | | 0.48 | 0.43 | 0.25 | 0.89 | | | 0.40 | 1.99 | 24.42 | 38.20 | -36.07 | 37,867 |
| SILVER BOW(1) | 57.43 | 16.23 | 3.83 | 12.00 | 12.56 | | | | 1.45 | 0.42 | | | 1.30 | 50.17 | 155.39 | 135.55 | 14.64 | 46,788 |
| STILLWATER | 27.00 | 18.00 | 5.00 | 5.75 | 3.94 | 3.18 | | 2.24 | | 1.95 | | | | 8.66 | 75.72 | 62.10 | 21.93 | 14,978 |
| SWEET GRASS | 36.90 | 18.00 | 3.98 | 6.54 | 4.00 | 3.61 | 1.50 | 2.42 | 0.64 | 2.00 | 2.25 | 1.20 | | 5.50 | 88.52 | 75.67 | 16.98 | 6,709 |
| TETON | 23.00 | 18.00 | 5.00 | 3.00 | 5.00 | 2.32 | | 2.30 | 0.25 | 2.00 | 2.00 | 3.23 | 1.00 | 2.50 | 69.60 | 79.12 | -12.03 | 18,635 |
| TOOLE | 9.01 | 11.00 | 1.03 | 0.96 | 2.41 | | 1.50 | 0.95 | | 2.00 | | 2.74 | 1.00 | 6.74 | 39.34 | 64.06 | -38.59 | 48,028 |
| TREASURE | 27.00 | 18.00 | 4.00 | 6.60 | 4.00 | | | | | | | | | 1.00 | 60.60 | 59.69 | 1.52 | 4,587 |
| VALLEY | 10.99 | 15.00 | 4.00 | 3.61 | 1.82 | 1.51 | 1.50 | 2.22 | 0.51 | 1.07 | | 0.22 | | | 42.45 | 42.55 | -0.24 | 43,768 |
| WHEATLAND | 27.00 | 18.00 | 4.00 | 2.13 | 4.00 | | 1.25 | | 1.33 | 1.40 | 1.51 | 1.79 | | 13.23 | 75.64 | 75.76 | -0.16 | 7,090 |
| WIBAUX | 15.47 | 15.00 | 4.00 | | | 0.96 | 0.42 | | | 0.80 | 0.29 | | 0.42 | 1.40 | 38.76 | 52.59 | -26.30 | 28,177 |
| YELLOWSTONE | 17.00 | 13.37 | 2.81 | 10.00 | 6.00 | 0.55 | 1.47 | 4.05 | | 0.59 | | 0.97 | 0.32 | 3.14 | 60.27 | 45.07 | 33.73% | $201,971 |

(1) City-County Consolidated Government
* Totals may not add due to rounding



Exhibit 2 -- SB 466
March 18, 1985

# ROSEBUD COUNTY

| PROPERTY TYPE | 1983 QUANTITY | 1983 MARKET VALUE | 1983 TAXABLE VALUE | 1984 QUANTITY | 1984 MARKET VALUE | 1984 TAXABLE VALUE |
|---|---|---|---|---|---|---|
| **REAL PROPERTY - LAND** | | | | | | |
| Agricultural Land: | | | | | | |
| Irrigated (30%) | 26,630 | 1,080,030 | 324,009 | 27,053 | 1,090,370 | 327,111 |
| Non-Irrigated (30%) | 118,187 | 2,249,961 | 674,988 | 134,014 | 2,570,340 | 771,102 |
| Grazing (30%) | 2,230,444 | 5,545,895 | 1,663,770 | 2,207,637 | 5,469,345 | 1,640,804 |
| Orchard Land (30%) | - | - | - | - | - | - |
| Wild Hay (30%) | 22,527 | 358,430 | 107,529 | 22,478 | 372,460 | 111,738 |
| Timberland (30%) | 37,521 | 107,491 | 32,247 | 36,028 | 100,220 | 30,066 |
| Other Land: | | | | | | |
| Suburban Tracts (8.55%) | | 130,130 | 11,107 | | 130,150 | 11,111 |
| (0% - 7.695%) | | 1,500 | 51 | | 3,760 | 167 |
| Commercial Suburban Tracts (8.55%) | | 30,910 | 2,644 | | 327,200 | 27,973 |
| City and Town Lots (8.55%) | | 2,645,160 | 226,239 | | 2,661,220 | 227,593 |
| (0% - 7.695%) | | 67,190 | 3,201 | | 68,170 | 3,215 |
| Commercial City and Town Lots (8.55%) | | 1,759,600 | 150,490 | | 1,747,127 | 149,361 |
| Qualified Golf Courses (4.275%) | | - | - | | - | - |
| Industrial Sites (8.55%) | | 687,635 | 58,793 | | 103,900 | 8,885 |
| New Industrial Sites (3%) | | - | - | | - | - |
| **IMPROVEMENTS** | | | | | | |
| On Agricultural Land (8.55%) | | 8,797,773 | 752,206 | | 9,435,343 | 806,718 |
| (0% - 7.695%) | | 22,910 | 832 | | 22,910 | 832 |
| On Timberland (8.55%) | | - | - | | - | - |
| On Suburban Tracts (8.55%) | | 2,208,245 | 188,799 | | 2,292,995 | 196,046 |
| (0% - 7.695%) | | 7,300 | 250 | | 15,070 | 250 |
| On City and Town Lots (8.55%) | | 26,064,724 | 2,228,461 | | 27,523,625 | 2,353,286 |
| (0% - 7.695%) | | 259,410 | 13,061 | | 250,470 | 12,673 |
| On Qualified Golf Courses (4.275%) | | - | - | | - | - |
| On Right-Of-Way (8.55%) | | 488,030 | 41,727 | | 525,950 | 44,970 |
| Hydraulic Water Works (8.55%) | | - | - | | - | - |
| On New Industrial Sites (3.00%) | | - | - | | - | - |
| On Industrial Sites (8.55%) | | 10,836,047 | 926,483 | | 15,903,181 | 1,359,722 |
| New Industry Exemption (4.275% - 7.695%) | | - | - | | - | - |
| Remodeled Improvements (1.7% - 6.8%) | | - | - | | - | - |
| **PERSONAL PROPERTY** | | | | | | |
| Motor Vehicles (11% - 16%) | 2,236 | 5,221,151 | 773,252 | 2,399 | 7,079,556 | 1,072,272 |
| Livestock (4%): | | | | | | |
| Cattle | 58,136 | 19,021,664 | 760,910 | 63,344 | 19,563,174 | 782,470 |
| Sheep | 8,737 | 311,140 | 12,442 | 10,918 | 378,796 | 15,145 |
| Horses | 1,479 | 831,127 | 33,221 | 1,586 | 694,425 | 27,777 |
| Swine | 1,145 | 93,818 | 3,750 | 1,561 | 116,294 | 4,648 |
| Other | 2,460 | 83,371 | 3,336 | 3,266 | 118,841 | 4,752 |
| Aircraft (11%) | 37 | 380,287 | 41,834 | 39 | 421,824 | 46,407 |
| Watercraft (11%) | 349 | 421,218 | 46,349 | 335 | 447,632 | 49,247 |
| Mobile Homes (8.55%) | 1,699 | 10,715,512 | 916,175 | 1,644 | 11,290,984 | 965,383 |
| (0% - 7.695%) | 0 | 42,310 | 2,096 | 0 | 40,750 | 1,946 |
| Machinery (11%) | | 11,612,921 | 1,277,424 | | 4,513,580 | 496,498 |
| Farm Machinery and Equipment (11%) | | 9,273,218 | 1,020,049 | | 9,655,969 | 1,062,163 |
| Manufacturing and Mining Machinery (11%) | | 52,354,757 | 5,759,026 | | 83,926,764 | 9,251,320 |
| Furniture and Fixtures (13%) | | 2,521,040 | 327,737 | | 2,580,578 | 335,485 |
| Agricultural Products In Storage (4%) | | 2,190,654 | 87,628 | | 1,723,915 | 68,960 |
| New Industrial Property (3%) | | - | - | | - | - |
| Pollution Control Facilities (3%) | | 44,586,370 | 1,337,591 | | 38,696,165 | 1,160,885 |
| Other Personal Property (3% - 16%) | | 2,109,856 | 231,281 | | 6,451,880 | 689,750 |
| INTRA COUNTY UTILITIES | | 347,479 | 44,871 | | 84,855 | 12,242 |
| INTRA COUNTY COOPERATIVES | | 89,800 | 2,694 | | 86,480 | 2,594 |
| DEPARTMENT ALLOCATIONS | | 1,146,315,094 | 137,217,189 | | 1,326,909,816 | 158,926,211 |
| NET PROCEEDS | | 26,425,258 | 26,425,258 | | 19,720,916 | 19,720,916 |
| GROSS PROCEEDS | | 86,413,697 | 38,886,164 | | 92,409,153 | 41,584,119 |
| TOTAL | | 1,484,710,113 | 222,617,164 | | 1,697,526,153 | 244,364,813 |

NOTE: Figures shown are as reported to Department of Revenue by County

# STATEWIDE TOTAL

| PROPERTY TYPE | QUANTITY | 1983 MARKET VALUE | TAXABLE VALUE | QUANTITY | 1984 MARKET VALUE | TAXABLE VALUE |
|---|---|---|---|---|---|---|
| **REAL PROPERTY - LAND** | | | | | | |
| Agricultural Land: | | | | | | |
| Irrigated (30%) | 1,473,596 | 46,079,356 | 13,824,954 | 1,511,083 | 46,225,417 | 13,868,614 |
| Non-Irrigated (30%) | 12,052,172 | 274,001,777 | 82,203,344 | 11,808,449 | 275,752,027 | 82,725,824 |
| Grazing (30%) | 36,427,831 | 130,388,066 | 39,123,875 | 38,531,936 | 129,248,196 | 38,780,454 |
| Orchard Land (30%) | 20,126 | 602,750 | 180,824 | 36,873 | 795,647 | 238,743 |
| Wild Hay (30%) | 1,382,506 | 20,485,700 | 6,130,730 | 1,072,069 | 18,006,460 | 5,402,322 |
| Timberland (30%) | 3,484,770 | 22,945,461 | 6,899,245 | 3,184,552 | 20,992,121 | 6,298,310 |
| Other Land: | | | | | | |
| Suburban Tracts (8.55%) | | 521,167,397 | 44,560,717 | | 545,960,443 | 46,673,157 |
| (0% - 7.695%) | | 5,980,722 | 329,120 | | 5,220,918 | 286,997 |
| Commercial Suburban Tracts (8.55%) | | 70,490,901 | 6,025,953 | | 78,365,006 | 6,699,154 |
| City and Town Lots (8.55%) | | 639,754,660 | 54,698,401 | | 630,228,161 | 53,861,812 |
| (0% - 7.695%) | | 17,889,738 | 955,987 | | 17,017,689 | 913,661 |
| Commercial City and Town Lots (8.55%) | | 284,022,631 | 24,284,531 | | 298,953,396 | 25,544,149 |
| Qualified Golf Courses (4.275%) | | 8,242,133 | 642,085 | | 1,958,012 | 83,706 |
| Industrial Sites (8.55%) | | 29,737,465 | 2,543,684 | | 45,509,747 | 3,890,874 |
| New Industrial Sites (3%) | | 11,777,029 | 353,311 | | 512,755 | 15,383 |
| **IMPROVEMENTS** | | | | | | |
| On Agricultural Land (8.55%) | | 723,988,060 | 61,901,419 | | 770,359,995 | 65,865,908 |
| (0% - 7.695%) | | 2,420,113 | 121,345 | | 2,613,004 | 128,635 |
| On Timberland (8.55%) | | 13,191,099 | 1,127,182 | | 14,467,810 | 1,236,985 |
| On Suburban Tracts (8.55%) | | 1,266,773,952 | 108,309,384 | | 1,355,603,183 | 115,831,207 |
| (0% - 7.695%) | | 16,159,501 | 879,151 | | 13,560,139 | 715,021 |
| On City and Town Lots (8.55%) | | 3,185,611,715 | 272,352,464 | | 3,283,260,538 | 280,636,161 |
| (0% - 7.695%) | | 63,292,103 | 3,345,979 | | 61,145,781 | 3,239,17[illegible] |
| On Qualified Golf Courses (4.275%) | | 6,157,609 | 263,242 | | 6,336,668 | 270,8[illegible] |
| On Right-Of-Way (8.55%) | | 18,661,909 | 1,595,592 | | 24,345,404 | 2,081,53[illegible] |
| Hydraulic Water Works (8.55%) | | 466,251 | 39,864 | | 488,132 | 41,73[illegible] |
| On New Industrial Sites (3.00%) | | 39,533,679 | 1,197,897 | | 15,807,406 | 474,222 |
| On Industrial Sites (8.55%) | | 260,214,168 | 22,306,613 | | 330,316,371 | 28,241,95[illegible] |
| New Industry Exemption (4.275% - 7.695%) | | 56,222,414 | 4,797,743 | | - | - |
| Remodeled Improvements (1.7% - 6.8%) | | 503,642 | 28,294 | | 2,343,773 | 183,68[illegible] |
| **PERSONAL PROPERTY** | | | | | | |
| Motor Vehicles (11% - 16%) | 94,719 | 209,824,504 | 30,172,826 | 128,800 | 226,172,622 | 32,808,152 |
| Livestock (4%): | | | | | | |
| Cattle | 2,078,166 | 689,189,402 | 27,361,400 | 2,056,336 | 653,734,171 | 26,148,073 |
| Sheep | 478,037 | 14,979,904 | 599,126 | 477,213 | 15,059,063 | 602,253 |
| Horses | 65,811 | 36,830,965 | 1,472,427 | 69,325 | 30,664,013 | 1,200,588 |
| Swine | 97,218 | 7,563,257 | 302,482 | 107,765 | 8,243,820 | 329,681 |
| Other | 728,301 | 6,039,888 | 241,681 | 766,537 | 5,627,269 | 225,2[illegible] |
| Aircraft (11%) | 1,410 | 42,416,996 | 4,624,342 | 1,783 | 49,990,719 | 5,499,157 |
| Watercraft (11%) | 17,829 | 20,950,008 | 2,296,594 | 22,776 | 28,657,128 | 3,153,947 |
| Mobile Homes (8.55%) | 34,523 | 229,447,379 | 19,607,956 | 34,153 | 239,212,106 | 20,452,94[illegible] |
| (0% - 7.695%) | 33 | 5,204,327 | 267,473 | 143 | 5,133,319 | 269,892 |
| Machinery (11%) | | 173,254,510 | 19,069,911 | | 152,050,512 | 16,710,547 |
| Farm Machinery and Equipment (11%) | | 649,647,084 | 71,463,116 | | 681,977,783 | 75,114,32[illegible] |
| Manufacturing and Mining Machinery (11%) | | 966,400,289 | 106,304,076 | | 1,165,351,329 | 129,006,27[illegible] |
| Furniture and Fixtures (13%) | | 277,898,329 | 36,128,398 | | 314,706,667 | 40,913,142 |
| Agricultural Products In Storage (4%) | | 141,985,032 | 5,679,648 | | 180,011,387 | 7,200,512 |
| New Industrial Property (3%) | | 109,079,013 | 3,272,370 | | 70,135,314 | 2,117,13[illegible] |
| Pollution Control Facilities (3%) | | 149,101,507 | 4,473,045 | | 142,361,534 | 4,270,842 |
| Other Personal Property (3% - 16%) | | 165,492,790 | 18,727,871 | | 164,250,234 | 17,619,3[illegible] |
| INTRA COUNTY UTILITIES | | 2,857,410 | 418,934 | | 3,347,852 | 424,1[illegible] |
| INTRA COUNTY COOPERATIVES | | 33,733,706 | 1,156,838 | | 17,807,169 | 534,2[illegible] |
| DEPARTMENT ALLOCATIONS | | 3,088,979,969 | 377,177,961 | | 3,529,623,112 | 431,721,842 |
| NET PROCEEDS | | 615,466,613 | 615,466,613 | | 595,156,093 | 595,156,093 |
| GROSS PROCEEDS | | 423,626,366 | 126,077,450 | | 457,426,555 | 135,174,027 |
| TOTAL | | 15,796,731,249 | 2,233,385,468 | | 16,732,093,970 | 2,330,882,68[illegible] |

NOTE: Figures shown are as reported to Department of Revenue by County

MONTANA POWER 1984 ESTIMATED TAXES

| COUNTY | MARKET VALUE | TAXABLE VALUE | COUNTY LEVY | PROPERTY TAX | DEPART ALLOC. | TAX |
|---|---|---|---|---|---|---|
| BEAVERHEAD | 4,768,904.00 | 572,268.48 | 0.07170 | 41,031.65 | 26,735,871.00 | 230,035.43 |
| BIG HORN | 6,097,193.00 | 731,663.16 | 0.03372 | 24,671.68 | 33,457,871.00 | 135,383.93 |
| BLAINE | 5,638,479.00 | 676,617.48 | 0.06104 | 41,300.73 | 33,374,045.00 | 244,458.20 |
| BROADWATER | 2,426,049.00 | 291,125.88 | 0.08167 | 23,776.25 | 13,524,085.00 | 132,541.44 |
| CARBON | 6,744,408.00 | 809,328.96 | 0.04555 | 36,864.93 | 25,200,168.00 | 137,744.12 |
| CARTER | 0.00 | 0.00 | 0.08325 | 0.00 | 10,434,664.00 | 104,242.29 |
| CASCADE | 47,923,706.00 | 5,750,844.72 | 0.09931 | 571,116.39 | 108,216,774.00 | 1,289,640.94 |
| CHOUTEAU | 8,191,474.00 | 982,976.88 | 0.05846 | 57,464.83 | 26,649,928.00 | 186,954.57 |
| CUSTER | 0.00 | 0.00 | 0.06910 | 0.00 | 24,386,758.00 | 202,215.00 |
| DANIELS | 0.00 | 0.00 | 0.08257 | 0.00 | 8,338,020.00 | 82,616.44 |
| DAWSON | 0.00 | 0.00 | 0.06375 | 0.00 | 45,200,826.00 | 345,786.32 |
| DEER LODGE | 9,168,585.00 | 1,100,230.20 | 0.12990 | 142,919.90 | 17,706,090.00 | 276,002.53 |
| FALLON | 0.00 | 0.00 | 0.02382 | 0.00 | 23,616,432.00 | 67,505.21 |
| FERGUS | 4,655,149.00 | 558,617.88 | 0.07034 | 39,293.18 | 23,060,401.00 | 194,648.23 |
| FLATHEAD | 5,795,750.00 | 695,490.00 | 0.07955 | 55,326.23 | 70,782,323.00 | 675,688.06 |
| GALLATIN | 23,091,335.00 | 2,770,960.20 | 0.07653 | 212,061.58 | 59,069,436.00 | 542,470.07 |
| GARFIELD | 0.00 | 0.00 | 0.07850 | 0.00 | 3,704,598.00 | 34,897.31 |
| GLACIER | 11,215,272.00 | 1,345,832.64 | 0.05706 | 76,793.21 | 39,918,363.00 | 273,329.02 |
| GOLDEN VALLEY | 3,395,659.00 | 407,479.08 | 0.04666 | 19,012.97 | 10,582,202.00 | 59,251.87 |
| GRANITE | 3,684,596.00 | 442,151.52 | 0.10008 | 44,250.52 | 11,716,058.00 | 140,705.17 |
| HILL | 8,506,812.00 | 1,020,817.44 | 0.05161 | 52,684.39 | 43,182,298.00 | 267,436.61 |
| JEFFERSON | 6,380,644.00 | 765,677.28 | 0.04794 | 36,706.57 | 26,607,175.00 | 153,065.76 |
| JUDITH BASIN | 4,566,245.00 | 547,949.40 | 0.09691 | 53,101.78 | 18,864,589.00 | 219,380.08 |
| LAKE | 14,758,831.00 | 1,771,059.72 | 0.07885 | 139,648.06 | 27,819,378.00 | 263,226.95 |
| LEWIS & CLARK | 30,333,658.00 | 3,640,038.96 | 0.09786 | 356,214.21 | 82,841,396.00 | 972,823.08 |
| LIBERTY | 4,823,115.00 | 578,773.80 | 0.04563 | 26,409.45 | 12,403,191.00 | 67,914.91 |
| LINCOLN | 0.00 | 0.00 | 0.02927 | 0.00 | 33,447,498.00 | 117,480.99 |
| MADISON | 5,996,897.00 | 719,627.64 | 0.05466 | 39,334.85 | 14,334,734.00 | 94,024.39 |
| McCONE | 0.00 | 0.00 | 0.08142 | 0.00 | 9,181,455.00 | 89,706.49 |
| MEAGHER | 3,628,610.00 | 435,433.20 | 0.06866 | 29,896.84 | 7,598,304.00 | 62,603.95 |

| | | | | | | |
|---|---|---|---|---|---|---|
| MINERAL | 2,375,959.00 | 285,115.08 | 0.06685 | 19,059.94 | 9,641,722.00 | 77,345.89 |
| MISSOULA | 34,083,683.00 | 4,090,041.96 | 0.09522 | 389,453.80 | 98,912,815.00 | 1,130,217.39 |
| MUSSELSHELL | 3,222,720.00 | 386,726.40 | 0.02606 | 10,078.09 | 8,847,239.00 | 27,667.09 |
| PARK | 9,273,639.00 | 1,112,836.68 | 0.07370 | 82,016.06 | 32,442,835.00 | 286,924.43 |
| PETROLEUM | 8,609.00 | 1,033.08 | 0.02800 | 28.93 | 1,671,081.00 | 5,614.83 |
| PHILLIPS | 2,157,358.00 | 258,882.96 | 0.03592 | 9,299.08 | 55,126,114.00 | 237,615.60 |
| PONDERA | 5,466,391.00 | 655,966.92 | 0.06112 | 40,092.70 | 18,264,540.00 | 133,959.44 |
| POWDER RIVER | 0.00 | 0.00 | 0.02350 | 0.00 | 8,576,157.00 | 24,184.76 |
| POWELL | 8,252,789.00 | 990,334.68 | 0.08870 | 87,842.69 | 23,970,428.00 | 255,141.24 |
| PRAIRIE | 0.00 | 0.00 | 0.08043 | 0.00 | 9,111,764.00 | 87,943.10 |
| RAVALLI | 9,163,649.00 | 1,099,637.88 | 0.08021 | 88,201.95 | 21,261,716.00 | 204,648.27 |
| RICHLAND | 0.00 | 0.00 | 0.02663 | 0.00 | 41,510,729.00 | 132,651.69 |
| ROOSEVELT | 0.00 | 0.00 | 0.03499 | 0.00 | 101,269,695.00 | 425,211.20 |
| ROSEBUD | 264,070,960.00 | 31,688,515.20 | 0.01635 | 518,107.22 | 738,965,425.00 | 1,449,850.16 |
| SANDERS | 6,943,281.00 | 833,193.72 | 0.05563 | 46,350.57 | 90,933,206.00 | 607,033.71 |
| SHERIDAN | 0.00 | 0.00 | 0.02875 | 0.00 | 12,159,563.00 | 41,950.49 |
| SILVER BOW | 34,672,915.00 | 4,160,749.80 | 0.15301 | 636,636.33 | 59,392,372.00 | 1,090,515.22 |
| STILLWATER | 11,368,766.00 | 1,364,251.92 | 0.06297 | 85,906.94 | 27,322,243.00 | 206,457.80 |
| SWEET GRASS | 4,792,280.00 | 575,073.60 | 0.07817 | 44,953.50 | 19,378,730.00 | 181,780.24 |
| TETON | 4,774,950.00 | 572,994.00 | 0.07137 | 40,894.58 | 19,816,421.00 | 169,715.76 |
| TOOLE | 10,706,961.00 | 1,284,835.32 | 0.04460 | 57,303.66 | 30,442,935.00 | 162,930.59 |
| TREASURE | 3,259,388.00 | 391,126.56 | 0.05530 | 21,629.30 | 18,362,685.00 | 121,854.78 |
| VALLEY | 1,890,274.00 | 226,832.88 | 0.04735 | 10,740.54 | 90,107,699.00 | 511,991.95 |
| WHEATLAND | 5,777,300.00 | 693,276.00 | 0.08148 | 56,488.13 | 15,289,345.00 | 149,493.10 |
| WIBAUX | 0.00 | 0.00 | 0.04112 | 0.00 | 9,237,646.00 | 45,582.24 |
| YELLOWSTONE | 72,364,380.00 | 8,683,725.60 | 0.06045 | 524,931.21 | 211,322,531.00 | 1,532,933.64 |
| TOTAL | 716,417,623.00 | 85,970,114.76 | | 4,889,895.43 | 2,665,292,567.00 | 16,964,993.96 |

÷ 319,835

x 12%
319,835 108

1 mill = $319,835

50¢
30¢
20¢

$4559 848

No change 56.88 m

$ 13191

(1) the franchise, roadway, roadbeds, rails, rolling stock, and all other operating property of railroads operating in more than one county in the state or more than one state;

(2) property owned by a corporation or other person operating a single and continuous property operated in more than one county or more than one state, including telegraph, telephone, microwave, electric power or transmission lines; natural gas or oil pipelines; canals, ditches, flumes, or like properties;

(3) all property of scheduled airlines;

(4) the net proceeds of mines and of oil and gas wells;

(5) the gross proceeds of coal mines; and

(6) property described in subsections (1) and (2) which is subject to the provisions of Title 15, chapter 24, part 12. **(Subsection (6) applicable to taxable periods beginning after December 31, 1983.)**

**15-23-101.** *(Effective as provided in Compiler's Comment)* **Properties centrally assessed.** The department of revenue shall centrally assess each year:

(1) the franchise, roadway, roadbeds, rails, rolling stock, and all other operating property of railroads operating in more than one county in the state or more than one state;

(2) property owned by a corporation or other person operating a single and continuous property operated in more than one county or more than one state, including telegraph, telephone, microwave, electric power or transmission lines; natural gas or oil pipelines; canals, ditches, flumes, or like properties and including property constructed, owned, or operated by a public agency created by the congress to transmit or distribute electric energy produced at privately owned generating facilities (not including rural electric cooperatives);

(3) all property of scheduled airlines;

(4) the net proceeds of mines and of oil and gas wells;

(5) the gross proceeds of coal mines; and

(6) property described in subsections (1) and (2) which is subject to the provisions of Title 15, chapter 24, part 12. **(Subsection (6) applicable to taxable periods beginning after December 31, 1983.)**

History: **En. 84-7801 by Sec. 1, Ch. 98, L. 1977; R.C.M. 1947, 84-7801; amd. Sec. 4, Ch. 686, L. 1979; amd. Sec. 3, Ch. 478, L. 1981; amd. Sec. 4, Ch. 683, L. 1983.**

**Compiler's Comments**

*1983 Amendment:* Inserted (6).

*Applicability of 1983 Act:* Section 7, Ch. 683, L. 1983, provided: "This act is applicable to taxable periods beginning after December 31, 1983."

*1981 Amendment:* Added the language pertaining to property of public agencies to the end of (2).

*Effective Date — Contingent on Congressional Action:* Section 4, Ch. 478, L. 1981, provided: "This act is not effective until congress passes legislation that allows the state to tax property owned by an agency created by congress to transmit or distribute electric energy."

**15-23-102. Independent appraisal option — notice of assessment — opportunity for conference — appeal.** (1) The department of revenue may have property subj[illegible] to the provisions of this chapter assessed by a qualified independent ap[illegible]er when both the department and the owner of the property subject to the assessment agree in writing:



(a) on a particular independent appraiser to do an appraisal;

(b) to share the costs of the independent appraisal; and

(c) to accept the results of the appraisal.

(2) (a) After assessing property under 15-23-101, the department shall notify the owner and any purchaser under contract for deed of such property, in writing, of the assessed value it has determined.

(b) Within 20 days following notification, the taxpayer may demand a review of the validity of the department's assessment. The department shall conduct an assessment review conference, which is not subject to the contested case procedures of the Montana Administrative Procedure Act. However, a party has the right of discovery prior to any assessment revision review conference. Upon consideration following such conference, the department may revise the assessment.

(c) Appeals from the final decision may be taken to the state tax appeal board.

History: **En. 84-7802 by Sec. 2, Ch. 98, L. 1977; R.C.M. 1947, 84-7802; (1)En. Sec. 1, Ch. 253, L. 1983; amd. Sec. 15, Ch. 526, L. 1983.**

**Compiler's Comments**

*1983 Amendments:* Chapter 253 enacted (1). Chapter 526, in (2)(a), after "owner" inserted "and any purchaser under contract for deed".

**Cross-References**

Montana Administrative Procedure Act, Title 2, ch. 4.

State Tax Appeal Board, Title 15, ch. 2.

**15-23-103. Due date of reports and returns — extensions.** (1) Except as provided in subsection (2) and 15-23-602, each report or return described in 15-23-301, 15-23-402, 15-23-502, or 15-23-701 shall be delivered to the department on or before March 31 each year.

(2) Each report or return for a natural gas or oil pipeline described in 15-23-301 must be delivered to the department on or before April 15 each year.

(3) Each report described in 15-23-201 shall be delivered to the department before April 15 each year.

(4) The department may for good cause extend the time for filing a return or report for not more than 30 days.

History: **En. 84-7803 by Sec. 3, Ch. 98, L. 1977; amd. Sec. 2, Ch. 494, L. 1977; R.C.M. 1947, 84-7803; amd. Sec. 1, Ch. 606, L. 1983.**

**Compiler's Comments**

*1983 Amendment:* In (1), inserted proviso at beginning of subsection, after "15-23-502" deleted "15-23-602"; and inserted (2); amendment applicable to reports or returns filed after December 31, 1982.

**15-23-104. Failure to file — estimate by department — penalty.** If any person fails to file a report or return within the time established in 15-23-103 or by such later date as the department may approve, the department shall estimate the value of the property to have been reported on the basis of the best available information. In estimating the value of the net proceeds of mines, the department shall proceed under 15-23-506, and in estimating the value of the gross proceeds of coal mines, the department shall proceed under 15-35-107. In estimating value under this section, the department may subpoena a person or his agent as specified in 15-1-302. An assessment b[illegible]d on estimated value is subject to review under 15-8-601. Each month [illegible]art of a month a report is delinquent, the department shall impose and collect a $25 penalty, the total not to exceed $200, and shall

General Fund Revenue
Severance Tax



| | oil & Gas | metal mines | |
|---|---|---|---|
| 1969 | 3,504,061 | 728,208 | |
| 1970 | 3,417,604 | 1,440,898 | |
| 1971 | 3,185,128 | 1,976,202 | |
| 1972 | 3,080,542 | 1,312,737 | |
| 1973 | 3,105,120 | 1,838,501 | |
| 1974 | 4,662,627 | 2,239,655 | |
| 1975 | 6,553,344 | 3,099,368 | |
| 1976 | 7,609,210 | 1,845,075 | |
| 1977 | 7,411,536 | 2,177,777 | |
| 1978 | 7,731,183 | 1,756,635 | |
| 1979 | 8,207,676 | 1,544,516 | |
| 1980 | 11,808,580 | 2,516,819 | |
| 1981 | 21,694,464 | 1,564,568 | |
| 1982 | 53,733,236 | 1,861,208 | |
| 1983** | 47,948,000 | 1,247,000 | |
| 1984*** | 35,484,000 | 2,630,000 | |
| 1985*** | 33,399,000 | 1,610,000 | |
| 1986~ | 27,272,862 | 1,000,000 | |
| 1987~ | 26,272,333 | 1,000,000 | [illegible] per LLC |

* Unless otherwise noted, this information was developed by the Montana Department of Revenue. **Boldface indicates which source paid greater tax during the year in question.**

** Legislative Fiscal Analyst.

*** Legislative Fiscal Analyst...estimated collections

~ House of Representatives estimates found in House Joint Resolution Nine.

Sen Smith
Reference to SB 386

Exhibit 3 -- SB 386
March 18, 1985

| Car or Pickup | AV Trade-in | 13% Taxable Value | Tax 9T 250 Mils | Fee | Fee Brings in plus + Minus Diff |
|---|---|---|---|---|---|
| 1971 Mercedes 300SD | 13325 | 1732.25 | 433.00 | 17 | − 416 |
| 1984 Mercedes 300SD | 30425 | 3955.00 | 988.81 | 102 | − 886 |
| 1978 Cad Eldorado | 3500 | 455 | 113.75 | 57 | − 56.75 |
| 1984 Cad Eldorado | 16,400 | 2132.00 | 533.00 | 120 | − 413.00 |
| 1978 Chevette | 1000 | 130.00 | 32.50 | 46 | + 13.50 |
| 1984 Chevette | 4050 | 526.50 | 131.60 | 80 | − 51.60 |
| 1978 Monte Carlo | 2400 | 312.00 | 78.00 | 57 | − 21.00 |
| 1984 Mont Carlo | 7800 | 1014.00 | 253.60 | 102 | − 101.24 |
| 1978 New Yorker | 4025 | 523.25 | 130.81 | 57 | − 73.81 |
| 1984 New Yorker | 11450 | 1488 | 372.00 | 102 | − 270.00 |
| 1978 Omni | 1200 | 156 | 39.00 | 46 | + 7.00 |
| 1984 Omni | 4500 | 585 | 146.25 | 80 | − 66.25 |
| 1978 Pinto | 800 | 104 | 26.00 | 46 | + 20 |
| 1984 Escort | 4525 | 588 | 147.00 | 80 | − 67 |

| −20% Est. 1977 Value | | | | | |
|---|---|---|---|---|---|
| 1977 Mercedes 300SD | 13325 | 1732.25 | 433 | 17 | − 416 |
| 1977 Cad Eldorado | 2800 | 364 | 91 | 17 | − 74 |
| 1977 Chevette | 800 | 104 | 26 | 11 | − 15 |
| 1977 Monte Carlo | 1920 | 249 | 62.40 | 17 | − 45.4 |
| 1977 New Yorker | 3220 | 418 | 104.65 | 17 | − 87.65 |
| 1977 Omni | 960 | 124.80 | 31.20 | 11 | − 20.20 |
| 1977 Pinto | 640 | 83.20 | 20.80 | 11 | − 9.80 |
| Older Large Car | 300 | 39 | 7.80 | 17 | + 9.20 |
| Older Small Car Fees | 300 | 39 | 7.80 | 11 | + 3.20 |

~~Over 2800~~ Present Vehicle Fees

| | | | |
|---|---|---|---|
| Over 2800 | 102 | 57 | 17 |
| Under 2800 | 80 | 46 | 11 |

Exhibit 4 -- SB 386
March 18, 1985

ROLL CALL VOTE

SENATE TAXATION COMMITTEE
49 th Legislative Session -- 1985

Time 9:47 am Date March 18, 1985 Room 413-415

Motion: that SB386 do pass

| Name | Yes | No | Excused |
|---|---|---|---|
| Senator Brown | | ✓ | |
| Senator Eck | | ✓ | |
| Senator Goodover | | ✓ | |
| Senator Hager | | | |
| Senator Halligan | | ✓ | |
| Senator Hirsch | ✓ | | |
| Senator Lybeck | | | |
| Senator Mazurek | | ✓ | |
| Senator McCallum | | ✓ | |
| Senator Neuman | | ✓ | |
| Senator Severson | ✓ | | |
| Senator Towe | | ✓ | |

ROLL CALL VOTE

SENATE TAXATION COMMITTEE
49 th Legislative Session -- 1985

Time 9:40 am Date March 18, 85 Room 413-415

Motion: that SB 442 do pass

| Name | Yes | No | Excused |
|---|---|---|---|
| Senator Brown | ✓ | | |
| Senator Eck | ✓ | | |
| Senator Goodover | | ✓ | |
| Senator Hager | | | ✓ |
| Senator Halligan | ✓ | | |
| Senator Hirsch | | ✓ | |
| Senator Lybeck | | | ✓ |
| Senator Mazurek | ✓ | | |
| Senator McCallum | | ✓ | |
| Senator Neuman | ✓ | | |
| Senator Severson | ✓ | | |
| Senator Towe | ✓ | | |

# STANDING COMMITTEE REPORT

March 18, 1985

MR. PRESIDENT

We, your committee on Taxation

having had under consideration Senate Bill No. 442

second reading copy ( yellow )
color

INCREASING CIGARETTE TAX TO EQUALIZE FINANCING OF SCHOOL DISTRICT RETIREMENT LEVY

Respectfully report as follows: That Senate Bill No. 442

DO PASS

~~DO NOT PASS~~

Senator Thomas E. Towe, Chairman.

# STANDING COMMITTEE REPORT

March 18, 19 85

MR. PRESIDENT

We, your committee on Taxation

having had under consideration House Bill No. 2

third reading copy ( blue )
color

(Senator Hirsch)

USE COAL SEVERANCE TAX FOR OPERATION AND MAINTENANCE OF STATE PARKS.

Respectfully report as follows: That House Bill No. 2

**BE CONCURRED IN**

~~DO PASS~~

~~DO NOT PASS~~

Senator Thomas E. Towe, Chairman.

# STANDING COMMITTEE REPORT

March 18, 19 85

MR. PRESIDENT

We, your committee on Taxation

having had under consideration House Bill No. 105

third reading copy ( blue )
color

(Senator Towe)

REQUIRE STAB TO DECIDE APPEALS WITHIN 90 DAYS OR PAYMENT OF SALARY WITHHELD.

Respectfully report as follows: That House Bill No. 105

**BE NOT CONCURRED IN**

~~DO PASS~~

~~DO NOT PASS~~

Senator Thomas E. Towe, Chairman.

ROLL CALL VOTE

SENATE TAXATION COMMITTEE
49 th Legislative Session -- 1985

Time 8:25 a Date March 18, 1985 Room 413-415

Motion: to amend SB395 per Exhibit 1.
Neuman

| Name | Yes | No | Excused |
|---|---|---|---|
| Senator Brown | ✓ | | |
| Senator Eck | ✓ | | |
| Senator Goodover | | ✓ | |
| Senator Hager | | ✓ | |
| Senator Halligan | | | ✓ |
| Senator Hirsch | ✓ | | |
| Senator Lybeck | | | ✓ |
| Senator Mazurek | | ✓ | |
| Senator McCallum | | ✓ | |
| Senator Neuman | ✓ | | |
| Senator Severson | | ✓ | |
| Senator Towe | ✓ | | |

ROLL CALL VOTE

SENATE TAXATION COMMITTEE
49 th Legislative Session -- 1985

Time 8:54 Date March 18, 1985 Room 413-415

Motion: that HB 530 be concurred in
McCallum.

| Name | Yes | No | Excused |
|---|---|---|---|
| Senator Brown | | | |
| Senator Eck | | | |
| Senator Goodover | | ✓ | |
| Senator Hager | | ✓ | |
| Senator Halligan | | | |
| Senator Hirsch | | ✓ | |
| Senator Lybeck | ✓ | | |
| Senator Mazurek | ✓ | | |
| Senator McCallum | ✓ | | |
| Senator Neuman | | ✓ | |
| Senator Severson | ✓ | | |
| Senator Towe | ✓ | | |