MINUTES

MONTANA HOUSE OF REPRESENTATIVES 53rd LEGISLATURE - REGULAR SESSION

COMMITTEE ON TAXATION

Call to Order: By CHAIRMAN BOB GILBERT, on January 6, 1993, at 9:00 a.m.

ROLL CALL

Members Present:

Rep. Bob Gilbert, Chair (R)

Rep. Mike Foster, Vice Chair (R)

Rep. Dan Harrington, Minority Vice Chair (D)

Rep. Shiell Anderson (R)

Rep. John Bohlinger (R)

Rep. Ed Dolezal (D)

Rep. Jerry Driscoll (D)

Rep. Jim Elliott (D)

Rep. Gary Feland (R)

Rep. Marian Hanson (R)

Rep. Hal Harper (D)

Rep. Chase Hibbard (R)

Rep. Vern Keller (R)

Rep. Ed McCaffree (D)

Rep. Bea McCarthy (D)

Rep. Tom Nelson (R)

Rep. Scott Orr (R)

Rep. Bob Raney (D)

Rep. Bob Ream (D)

Rep. Rolph Tunby (R)

Members Excused: None

Members Absent: None

Staff Present: Lee Heiman, Legislative Council

Jill Rohyans, Committee Secretary

Please Note: These are summary minutes. Testimony and

discussion are paraphrased and condensed.

Committee Business Summary:

Hearing: HB 8, HB 47

Executive Action: HB 80 Do Pass

HEARING ON HOUSE BILL 8

Opening Statement by Sponsor:

REP. GILBERT, District 22, sponsor, said the bill exempts interstate motor vehicle fleets from state, county, and local mill levies. Interstate trucks and trailers are licensed through the Department of Transportation with a proportioned license which licenses the entire fleet. The license tax is based on a statewide average mill levy of all the counties in the state. The monies derived are redistributed back to the counties for deposit to the county general fund and used for general fund work. This bill does not change that distribution. The Audit Committee requested clarification that the monies from the licenses are exempted from the mill levies and will continue to be deposited to the general fund of the counties.

Proponents' Testimony:

Gordon Morris, Montana Association of Counties (MACO), said the bill simply clarifies the statutes. He expressed support for the bill.

Ben Havdahl, Montana Motorcarriers Association, said his organization supports the bill.

Russ Ritter, Westran Co., Missoula, expressed support for the bill.

Opponents' Testimony: There were no opponents.

Questions From Committee Members and Responses:

REP. HARPER asked if there is any fiscal impact.

REP. GILBERT said there is no change in the fund or the amount of the tax. The bill simply clarifies an error in the statute.

Informational Testimony:

Judy Rippingale, Deputy Director, Department of Revenue (DOR), said clarifying language is needed in Section 5, Page 3, to clearly state that the collection goes to the general fund. She said DOR lawyers are drafting an amendment.

Closing by Sponsor: REP. GILBERT closed.

HEARING ON HOUSE BILL 47

Opening Statement by Sponsor:

REP. GILBERT, Dist. 22, sponsor, said the bill was introduced by request of the Revenue Oversight Committee. It transfers the duties of the Coal Tax Oversight Committee to the Revenue Oversight Committee (ROC). The Coal Tax Committee must secure permission to meet from ROC. ROC must then allocate funds from its budget for the Coal Tax Oversight Committee meeting. There is very little activity for the Coal Committee and until coal activity picks up in the state, the ROC can assume the functions more efficiently and cheaply.

Proponents' Testimony: There were no proponents.

Opponents' Testimony: There were no opponents.

Informational Testimony: None

Questions From Committee Members and Responses:

REP. McCAFFREE asked about the change on lines 1-3, page 4.

REP. GILBERT replied the changes are made to comply with current law which states statutes must be gender neutral.

REP. RANEY asked if the new subsection c, page 9, represents a policy change.

Lee Heiman, Legislative Council Staff, replied this is the language detailing the duties of the Coal Tax Oversight Committee which is being incorporated into the duties of ROC.

REP. HARPER expressed concern about mandating another report for ROC to compile.

REP. GILBERT replied the language is permissive.

Closing by Sponsor:

REP. GILBERT closed.

EXECUTIVE ACTION ON HOUSE BILL 80

Motion: REP. McCAFFREE moved House Bill DO PASS.

Discussion: There was no discussion.

<u>Vote</u>: The motion CARRIED unanimously.

ADJOURNMENT

Adjournment: The meeting adjourned at 10:00 a.m.

REP. BOB GILBERT, Chair

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BG/jdr

HOUSE OF REPRESENTATIVES

ROLL CALL

 TAXATION		COMMITTEE	
	DATE	1/6/93	

NAME .	PRESENT	ABSENT	EXCUSED
REP. GILBERT, CHAIRMAN	V		
REP. FOSTER	V		
REP. HARRINGTON	v		
REP. ANDERSON	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \		
REP. BOHLINGER			
REP. DOLEZAL			
REP. DRISCOLL	⊢		
REP. ELLIOTT			
REP. FELAND	V		
REP. HANSON	V		
REP. HARPER	V		
REP. HIBBARD			
REP. KELLER			·
REP. McCAFFREE	V		
REP. McCARTHY	V		
REP. NELSON	ν	***************************************	
REP. ORR			
PEP RANEY	V		
REP. REAM	\sim		
REP. TUNBY			

HOUSE STANDING COMMITTEE REPORT

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Mr. Speaker: We, the committee on <u>Taxation</u> report that <u>House</u>
Bill 30 (first reading copy -- white) do pass.

Signed: Bob Gilbert, Chair

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HOUSE OF REPRESENTATIVES VISITOR'S REGISTER

	COMMITTEE	BILL NO. H	B8
DATE SPONSOR	R(B)		
PLEASE PRINT	PLEASE PRINT	PLEASE	PRINT
NAME AND ADDRESS	REPRESENTING	SUPPOR	T OPPOSE
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Ben Hardaul Gordon Maris	MACO.	X	
Judy Rippinjole	DOR	X	
Russ Roller	Wortran	\mathcal{A}	
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PLEASE LEAVE PREPARED TESTIMONY WITH SECRETARY. WITNESS STATEMENT FORMS ARE AVAILABLE IF YOU CARE TO SUBMIT WRITTEN TESTIMONY.