

1 *House* BILL NO. *180*  
 2 INTRODUCED BY *Scott A. Lujan, Nelson, Duane J. DeWitt*  
 3 *Madon, Mr. Gumb, Lockman, Kendall, Holmsted*  
 4 A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH  
 5 LIMITATIONS ON THE AMOUNT OF INDEBTEDNESS WHICH MAY BE  
 6 INCURRED BY CITY-COUNTY CONSOLIDATED LOCAL GOVERNMENTS."

7  
 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  
 9 Section 1. There is a new R.C.M. section numbered  
 10 16-2010.1 that reads as follows:

11 16-2010.1. Limit on city-county consolidated  
 12 indebtedness. No city-county consolidated local government  
 13 may issue bonds for any purpose which, with all outstanding  
 14 indebtedness, will exceed seven and one-half percent (7  
 15 1/2%) of the assessed value of the taxable property therein,  
 16 to be ascertained by the last assessment for state and  
 17 county taxes; provided, however, that for the purpose of  
 18 constructing a sewerage system or procuring a water supply  
 19 or constructing or acquiring a water system for a  
 20 city-county consolidated government, which shall own and  
 21 control such water supply and water system and devote the  
 22 revenues therefrom to the payment of the debt, a city-county  
 23 consolidated government may incur an additional indebtedness  
 24 by borrowing money or issuing bonds. The additional  
 25 indebtedness, which may be incurred by borrowing money or

1 issuing bonds for the construction of a sewerage system, or  
 2 for the procurement of a water supply; or for both such  
 3 purposes, including all indebtedness theretofore contracted  
 4 which is unpaid or outstanding, may not in the aggregate  
 5 exceed ten percent (10%), over and above the seven and  
 6 one-half percent (7 1/2%) heretofore referred to, of the  
 7 assessed value of the taxable property therein as  
 8 ascertained by the last assessment for state and county  
 9 taxes. The issuing of bonds for the purpose of funding or  
 10 refunding outstanding warrants or bonds is not the incurring  
 11 of a new or additional indebtedness, but is merely the  
 12 changing of the evidence of outstanding indebtedness.

-End-

HB180

Approved by Comm.  
on Local Government

1 House BILL NO. 180  
 2 INTRODUCED BY Sant & Simpson Nelson, Duvall  
 3 Madu Mr. Gumb Locken Kendall Holm  
 4 A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH  
 5 LIMITATIONS ON THE AMOUNT OF INDEBTEDNESS WHICH MAY BE  
 6 INCURRED BY CITY-COUNTY CONSOLIDATED LOCAL GOVERNMENTS."

7  
 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  
 9 Section 1. There is a new R.C.M. section numbered  
 10 16-2010.1 that reads as follows:

11 16-2010.1. Limit on city-county consolidated  
 12 indebtedness. No city-county consolidated local government  
 13 may issue bonds for any purpose which, with all outstanding  
 14 indebtedness, will exceed seven and one-half percent (7  
 15 1/2%) of the assessed value of the taxable property therein,  
 16 to be ascertained by the last assessment for state and  
 17 county taxes; provided, however, that for the purpose of  
 18 constructing a sewerage system or procuring a water supply  
 19 or constructing or acquiring a water system for a  
 20 city-county consolidated government, which shall own and  
 21 control such water supply and water system and devote the  
 22 revenues therefrom to the payment of the debt, a city-county  
 23 consolidated government may incur an additional indebtedness  
 24 by borrowing money or issuing bonds. The additional  
 25 indebtedness, which may be incurred by borrowing money or

1 issuing bonds for the construction of a sewerage system, or  
 2 for the procurement of a water supply; or for both such  
 3 purposes, including all indebtedness theretofore contracted  
 4 which is unpaid or outstanding, may not in the aggregate  
 5 exceed ten percent (10%), over and above the seven and  
 6 one-half percent (7 1/2%) heretofore referred to, of the  
 7 assessed value of the taxable property therein as  
 8 ascertained by the last assessment for state and county  
 9 taxes. The issuing of bonds for the purpose of funding or  
 10 refunding outstanding warrants or bonds is not the incurring  
 11 of a new or additional indebtedness, but is merely the  
 12 changing of the evidence of outstanding indebtedness.

-End-

1 *House* BILL NO. *180*  
 2 INTRODUCED BY *Sen. A. Kuyam, N. M. Nelson, D. D. DeLoach, D. B. DeLoach*  
 3 *Maah, M. G. G. Lockman, Kendall Holman*

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH  
 5 LIMITATIONS ON THE AMOUNT OF INDEBTEDNESS WHICH MAY BE  
 6 INCURRED BY CITY-COUNTY CONSOLIDATED LOCAL GOVERNMENTS."  
 7

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

9 Section 1. There is a new R.C.M. section numbered  
 10 16-2010.1 that reads as follows:

11 16-2010.1. Limit on city-county consolidated  
 12 indebtedness. No city-county consolidated local government  
 13 may issue bonds for any purpose which, with all outstanding  
 14 indebtedness, will exceed seven and one-half percent (7  
 15 1/2%) of the assessed value of the taxable property therein,  
 16 to be ascertained by the last assessment for state and  
 17 county taxes; provided, however, that for the purpose of  
 18 constructing a sewerage system or procuring a water supply  
 19 or constructing or acquiring a water system for a  
 20 city-county consolidated government, which shall own and  
 21 control such water supply and water system and devote the  
 22 revenues therefrom to the payment of the debt, a city-county  
 23 consolidated government may incur an additional indebtedness  
 24 by borrowing money or issuing bonds. The additional  
 25 indebtedness, which may be incurred by borrowing money or

1 issuing bonds for the construction of a sewerage system, or  
 2 for the procurement of a water supply; or for both such  
 3 purposes, including all indebtedness theretofore contracted  
 4 which is unpaid or outstanding, may not in the aggregate  
 5 exceed ten percent (10%), over and above the seven and  
 6 one-half percent (7 1/2%) heretofore referred to, of the  
 7 assessed value of the taxable property therein as  
 8 ascertained by the last assessment for state and county  
 9 taxes. The issuing of bonds for the purpose of funding or  
 10 refunding outstanding warrants or bonds is not the incurring  
 11 of a new or additional indebtedness, but is merely the  
 12 changing of the evidence of outstanding indebtedness.

-End-

1 HOUSE BILL NO. 180  
 2 INTRODUCED BY SOUTH, GWYNN, MELOY, DUSSAULT, GERKE, MARKS,  
 3 MCKITTRICK, LOCKREM, KENDALL, HOLMES  
 4  
 5 A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH  
 6 LIMITATIONS ON THE AMOUNT OF INDEBTEDNESS WHICH MAY BE  
 7 INCURRED BY CITY-COUNTY CONSOLIDATED LOCAL GOVERNMENTS."  
 8  
 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  
 10 Section 1. There is a new R.C.M. section numbered  
 11 16-2010.1 that reads as follows:  
 12 16-2010.1. Limit on city-county consolidated  
 13 indebtedness. No city-county consolidated local government  
 14 may issue bonds for any purpose which, with all outstanding  
 15 indebtedness, will exceed seven and one-half percent (7  
 16 1/2%) of the assessed value of the taxable property therein,  
 17 to be ascertained by the last assessment for state and  
 18 county taxes; provided, however, that for the purpose of  
 19 constructing a sewerage system or procuring a water supply  
 20 or constructing or acquiring a water system for a  
 21 city-county consolidated government, which shall own and  
 22 control such water supply and water system and devote the  
 23 revenues therefrom to the payment of the debt, a city-county  
 24 consolidated government may incur an additional indebtedness  
 25 by borrowing money or issuing bonds. The additional

1 indebtedness, which may be incurred by borrowing money or  
 2 issuing bonds for the construction of a sewerage system, or  
 3 for the procurement of a water supply; or for both such  
 4 purposes, including all indebtedness theretofore contracted  
 5 which is unpaid or outstanding, may not in the aggregate  
 6 exceed ten percent (10%), over and above the seven and  
 7 one-half percent (7 1/2%) heretofore referred to, of the  
 8 assessed value of the taxable property therein as  
 9 ascertained by the last assessment for state and county  
 10 taxes. The issuing of bonds for the purpose of funding or  
 11 refunding outstanding warrants or bonds is not the incurring  
 12 of a new or additional indebtedness, but is merely the  
 13 changing of the evidence of outstanding indebtedness.

-End-