SENATE BILL NO. 10 1 2 INTRODUCED BY HAZELBAKER 3 A BILL FOR AN ACT ENTITLED: "AN ACT FOR THE GENERAL 4 REVISION AND CLARIFICATION OF THE LAWS RELATING TO 5 AERONAUTICS: AMENDING SECTIONS 1-401, 1-502, 1-701, 1-702, 6 7 1-704. 1-903. 1-912. 1-918. AND 1-1101. R.C.M. 1947; AND REPEALING SECTIONS 1-829 THROUGH 1-832 AND 1-1001 THROUGH 8 1-1005. R.C.M. 1947." 9 10

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

12 Section 1. Section 1-401, R.C.M. 1947, is amended to 13 read as follows:

14 "1-401. Acquisition and operation of state airports.
15 (1) The department may, on behalf of and in the name of this
16 stater:

17 (a) acquire <u>real_or_personal_property</u> by purchase, 18 gift, devise, lease, condemnation proceedings, or otherwise, 19 property-real-or-personaly for the purpose of establishing 20 and constructing airports, restricted landing areas, and 21 other air navigation facilities; and

(b) acquire in like manner, own, control, establish,
construct, enlarge, improve, maintain, equip, operate,
regulate, and police airports, restricted landing areas, and
other air navigation facilities either within or outside

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1 this state; makey

<u>(c)</u> prior to acquisition, <u>make</u> investigations,
 Surveys, and plans;

4 (d) erect, install, construct, and maintain facilities at those airports facilities for the servicing of aircraft 5 and for the comfort and accommodation of air travelersy; and - 6 7 (e) dispose of any property, airport, restricted landing area, or any other air navigation facility, by sale, 8 9 lease, or otherwise, in accordance with the laws of this state governing the disposition of other like property of 10 11 the state.

12 (2) It The department may not, however, acquire or 13 take over an airport, restricted landing area, or other air navigation facility owned or controlled by a municipality of 14 this state without the consent of the municipality. It The 15 department may erect, equip, operate, and maintain on an 16 airport, buildings and equipment necessary and proper to 17 establish, maintain, and conduct the airport and air 18 19 navigation facilities connected with it.

20 <u>t2713</u>) Where necessary, in order to provide 21 unobstructed air space for the landing and taking off of 22 aircraft utilizing airports and restricted landing areas 23 acquired or operated under the provisions of this Titley-it 24 <u>title, the department</u> may acquire, in the manner provided 25 for the acquisition of property for airport purposes,

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1 easements through or other interests in air space over land water, interests in airport hazards outside the 2 or boundaries of the airports or restricted landing areas, and 3 4 such other airport protection privileges as are necessary to 5 ensure safe approaches to the landing areas of airports and 6 restricted landing areasy and the safe and efficient 7 operation of them. It Ine department may also acquire in the 8 same manner the right or easement, for a term of years or 9 perpetually, to place or maintain suitable marks for the 10 daytime marking and suitable lights for the nightime marking of airport hazards, including the right of ingress 11 12 and egress to or from the airport hazards for the purpose of 13 maintaining and repairing the lights and marks. This authority does not limit the right, power, or authority of 14 15 the state or a municipality to zone property adjacent to an airport or restricted landing area pursuant to a law of this 16 17 state.

18 (3)(4) It <u>Ine_department</u> may engage in all those activities jointly with the United States, other states, and with municipalities or other agencies of this state.

21 (+)(5) it For the purpose of acquiring any property
22 which it is authorized to acquire, the department may
23 exercise the right of eminent domain, in the name of the
24 state, in the manner provided by the laws of this state for
25 the acquisition of real property for public purposes, for

2 to-acquire. The acquisition of property for any of those 3 purposes is a public use.

the-purpose-of-acquiring-any-property-which-it-is-authorized

4 (5)(6) It <u>The department may:</u>

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5 <u>(a)</u> lease, for a term not exceeding ten-{10} years, 6 airports, or other air navigation facilities or real 7 property acquired or set apart for airport purposes, to 8 private parties, a municipal or state government, or the 9 national government, or a department of either of them, for 10 operation; and-mey

11 <u>(b)</u> lease or assignt for a term not exceeding ten-(10) 12 years, space, area, improvements, or equipment on those 13 <u>airports</u> to private parties, a municipal or state government 14 or the national government, or a department of either for 15 operation or use consistent with the purposes of this fitley 16 space, area, improvements, or equipment - on - those - airports 17 title; may

18 (c) sell any part of those airports, other air 19 navigation facilities, or real property to a municipal or 20 state government, or to the United States or a department or 21 instrumentality thereof, for aeronautical purposes or 22 purposes incidental thereto; and may

(d) confer the privilege of concessions of for
 supplying upon-the-airports goods, commodities, things,
 services, and facilities upon the premises of those

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airports. However, in-each-case in so doing the public may
 not be deprived of its rightful, equal, and uniform use
 thereof.

(6)(7) It may determine the charges or rental for the 4 use of state airports, and the charges for service or 5 accommodations, under its control, and the terms and 6 7 conditions under which the properties may be used. However. 8 the public may not be deprived of its rightful, equal, and 9 uniform use of the property. Charges shall be reasonable and uniform for the same class of service and established with 10 11 due regard to the property and improvements used and the 12 expenses of operation to the state. The state has, and the 13 department may enforce, agisters' liensy as provided by lawy for repair, improvement, storage, or care of any personal 14 15 property."

16 Section 2. Section 1-502, R.C.M. 1947, is amended to 17 read as follows:

#1-502. Aeronautics 18 Governmental nature of 19 aeronautical functions governmental--no-liability-for-torts. 20 ttt The acquisition of lands for establishing airports or other air navigation facilities; the acquisition of airport 21 22 protection privileges; the acquisition, establishment, 23 construction. enlargement. improvement. maintenance, 24 equipment, and operation of airports and other air 25 navigation facilities, whether by the state separately or LC 0012/01

1 jointly with a municipality; the assistance of this state in 2 that acquisition, establishment, construction, enlargement, 3 improvement, maintenance, equipment, and operation; and the 4 exercise of any other powers granted to the department are public and governmental functions, exercised for a public 5 ó purposey and as a matters matter of public necessity; and 7 such lands and other property and privileges acquired and 8 used by the state in the manner and for the purposes Q enumerated in this fitle; title are acquired and used for 10 public and governmental purposes and as a matter of public necessity. 11 12 {2}--No--suit--in--tort--way--be--brought-or-maintained 13 against-the-state-or-any-municipality-of-the-statey-or-their 14 officersy-agentsy-servantsy-or-employeesy-on-account--of--an 15 16 entarcementy-operationy-superintendencey-or-management-of-an 17 airport-or-other-air-navigation-facility." Section 3. Section 1-701, R.C.M. 1947, is amended to 18 read as follows: 19 20 "1-701. Eliminating----dangerous---obstructions---mear 21 airports Purpose. That-for For the purpose of ensuring and securing safety from death or bodily-harm-and injury for 22 23 aeronauts and passengers, and to protect the property of 24 those engaged in aeronautics, and to encourage and promote

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air travel and transportation of mail, passengers, express,

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and freight by air, it is deemed considered necessary to L eliminate dangerous obstructions of air space in the 2 vicinity of airports or landing fields which may now be or 3 which may hereafter be acquired, owned, operated, or 4 5 controlled, or maintained by the United States, the state of Montanay or any county of--the--state--of-Nontana or any 6 7 municipality thereoft, and In order to promote the public order, health, and safety by providing unobstructed air 8 9 space for the safe descent, landing, ascent, and operation of aircraft while-using-or utilizing the--said public 10 airports in the state of Montana, the height of buildings 11 12 and other structures in the vicinity of the airports and 13 landing fields in the state of Montana owned, leased, 14 operated, maintained, or controlled by any of the those 15 public authorities aforesaidy shall be regulated and restricted as hereafter set-forth-and provided." 16

17 Section 4. Section 1-702, R.C.M. 1947, is amended to 18 read as follows:

19 "1-702. Considerations-affecting-safety Regulation_of
 20 building_heights. For (1)_The_height_of_buildings_and_other
 21 structures_shall_be_regulated_for_the_purposes_set_forth_in
 22 section-1-767 1_701, and Considering among other_things:

(a) Requirements reduirements and facilities necessary
 to secure the safe descent, landing, ascent, and operation
 of aircraft using-or utilizing the public airports and

1 landing fields eforesoid in the state of Montana;

(b) Hezerd hazards from the obstruction of air space
in-the-vicinity-of-such-airports-and-landing-fields:(c)--The
and the relation of the height of buildings and other
structures in the vicinity of such airports and landing
fields to such hazards;

7 (d)(c) The the area within which height-of buildings 8 and other structures may dangerously obstruct air space in 9 the vicinity of public airports and landing fieldst (e)--The 10 and the height of buildings or other structures within such 11 areav which is consistent with the safe use of such airports 12 and landing fields; and

13 <u>(f)(d)</u> The the maintenance and use of <u>either</u> 14 obstruction markers and/or lights<u>a</u> or <u>boths</u> upon buildings 15 and other structures within the <u>said-areasy such area</u> as 16 safety devices.

17 <u>121</u> The height of buildings and for other structures is hereby regulated and restricted within a distance of two-t2; miles from any such public airport or landing field, measured at a right angle from any side or in a radial line from any corner of the established boundary line thereof, in any and all directions, as follows:

23 (1)(a) Approach-zone+ The trapezoidal portion of the 24 total two-mile <u>2-mile</u> zone area, 500 feet in width at the 25 boundary of the field or airporty and broadening to a width

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1 of 2500 2,500 feet two 2 miles distant, the center line of 2 which shall-be is a continuation of the center line of each 3 runway at and upon such public airports and landing fields, 4 known as the approach zone, shall may have no buildingy or 5 other structure, or natural feature or object of any kind 6 therein, the height of which is more than one-twentieth its 7 distance from the nearest boundary of the airport or landing 8 field.

9 (2)(b) Furning--zone+ The remaining portion of the 10 two-mile 2-mile zone area surrounding such public airports 11 and landing fields aforesaid, lying between the approach 12 zones aforesaid, and known as turning zones, shall may have 13 no building or other structurey or natural feature or object 14 of any kind therein, the height of which is more than one-seventh its distance from the nearest boundary of the 15 airport or landing field. 16

17 (3) In measuring distances and heights to determine the zone standard, measurements shall be taken from the 18 nearest side of the building or structure or other objecty 19 20 to the nearest side of the airport or landing field. aforesaidy-and-in In the event of airports having boundaries 21 not regular, the nearest established perimeter of such port 22 23 and field shall be used, as distinguished from the actual 24 boundary."

25 Section 5. Section 1-704, R.C.M. 1947, is amended to

1 read as follows:

2 "1-704. Permits-for-erection-of--structures Duty to acquire permit. It--is--hereby-made-the-duty-of-every (1) 3 Each person, firm, or corporation in this state, proposing 4 5 to erect, establish, or maintain any building or other structurey-or-to-grow-any-natural-object that would exceed 6 7 the height limit established by law or to grow any natural 8 object that would exceed such limit when grown, to-~proceed 9 to--erecty--establish--or--maintain-such-structurey-or-plant 10 said--natural--objecty--without--first--making---apolication 11 whenever the proposed erection or growth is within 2 miles 12 of a public airport or landing field, shall apply to the 13 proper officer of the United States, or the state of 14 Montanay or any county or any municipality twhere--the 15 proposed--erection-or-action-is-within-two-miles-of-a-public sirport-or-landing--field--as--herein--set--forth) thereof, 16 17 whichever of said those bodies has control of the airport or landing field affecting the area, and obtaining-from-the 18 19 proper--authority for a permit for---the---erectiony establishment--and--maintenance--of to erect, establish, or 20 21 22 [2] no No permit shall may be granted unless the 23 specifications of the building or other structure or object 24 reveal that the total height shall does not or will not 25 exceed the height limits fixed by law for the zone in which

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1 the same is to be established; and-no.
2 (3) No permit shall may be issued in violation hereof
3 of this section, and any erection-or-maintenance--without--a
4 permit which is issued in violation of this section hereofy
5 shall-be-ineffectual-in-law-or--equityy--and--shall-be--and
6 remain-a--nullity--so-far-as-this-act-is-concernedy-and-the
7 enforcement-remedies-hereunder is void.**

8 Section 6. Section 1-903, R.C.M. 1947, is amended to
9 read a: follows:

10 "1-903. Atroort Department control of airport 11 operation and income. The department shall-have--operational 12 may control the operation of airports constructed under the 13 provisions of section 1-902 and may provide for the imposition of landing fees, granting of fuel and service 14 concessions, or the lease of portions of the premises for 15 16 other related airport services or for purposes not inconsistent with the use of the premises for airport 17 purposes. All income from the operation of such airports 18 19 shall be deposited in the state treasury in a--special the 20 airport operating fund-to-be-known-as-the-sirport-operating 21 fund account within the revolving fund. All expenditures 22 from such--fund the account shall be within the limits of 23 legislative appropriations and shall be made upon vouchersy 24 signed and approved by the director of the department."

25 Section 7. Section 1-912, R.C.M. 1947, is amended to

1	read as follows:
2	"1-912. Bonds and other obligations. (1) An authority
3	shallhavethepowerto <u>may</u> borrow money for any of its
4	corporate purposes and issue its bonds therefor, including
5	refunding bonds, in such form and upon such terms as it may
6	determine, payable out of any revenues of the authority,
7	including revenues derived from:
8	(a) an airport or air navigation facility or
9	facilities vi
10	(b) taxes levied pursuant to section 1-915 y or other
11	lawy for airport purposesy:
12	{c) grants or contributions from the federal
13	government; or
14	(d) other sources.
15	<u>[2]</u> The bonds may be issued by resolution or
16	resolutions of the authority, without an election, and
17	without any limitation of amount <u>e</u> except as follows* <u>that</u> No
18	no such bonds may shall be issued at any time if the total
19	amount of principal and interest to become due in any year
20	on such bonds, and on any then outstanding bonds for which
21	revenues from the same source or sources are pledged.
22	exceeds the amount of such revenues to be received in that
23	year as estimated in the resolution authorizing the issuance
24	of the bonds ; and the <u>The</u> authority shall be obligated to
25	take all action necessary and possible to impose, maintain ${f t}$

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and collect rates, charges, rentals, and taxes, if any are
 pledged, sufficient to make the revenues from the pledged
 source or-sources in such year at least equal to the amount
 of such principal and interest due in that year.

(3) They The bonds may be sold at public or private 5 sale and shall may bear interest at a rate or-rates not 5 exceeding ten-per-centum-(10%) per-annum a year. Except as 7 otherwise provided herein, any bonds issued pursuant to this 8 chapter by an authority shall may be payable as to principal 9 and interest solely from revenues of the authority, and 10 shall state on their face the applicable limitations or 11 12 restrictions regarding the source or-sources from which such principal and interest are payable. 13

14 <u>(4)</u> Bonds issued by an authority or municipality 15 pursuant to the provisions of this chapter are declared to 16 be issued for an essential public and governmental purpose 17 by a political subdivision within the meaning of section 18 84-4905(2)(a).

19 <u>(5)</u> For the security of any such bonds, the authority 20 or municipality may by resolution make and enter into any 21 covenant, agreement, or indenture and <u>may</u> exercise any 22 additional powers authorized to be <u>madey--entered--into--or</u> 23 exercised by a municipality under Title 11, chapter 24. The 24 sums required from time to time to pay principal and 25 interest and to create and maintain a reserve for the bonds may be made-payable paid from any and-all revenues referred
 to in this chapter, prior to the payment of current costs of
 operation and maintenance of the facilities.

+2+16) Subject to the conditions stated in this 4 paragraph-(2) subsection (6), the governing body of any 5 municipality having a population in excess of ten-thousand 6 +10,000+-may, with respect to bonds issued pursuant to this 7 chapter by the municipality or by an authority in which the 8 q municipality is included, may by resolution covenant that, in the event that at any time all revenues, including taxes, 10 11 appropriated and theretofore collected for such bonds are 12 insufficient to pay principal or interest then due, it will 13 levy a general tax upon all of the taxable property in the 14 municipality for the payment of such deficiency, and may 15 further covenant that at any time a deficiency is likely to 16 occur within one-(1) year for the payment of principal and 17 interest due on such bonds, it will levy a general tax upon all the taxable property in the municipality for the payment 18 19 of such deficiency, and such taxes shall are not be subject 20 to any limitation of rate or amount applicable to other 21 municipal taxes but shall be limited to a rate estimated to be sufficient to produce the amount of the deficiency. In 22 the event more than one municipality baving a population in 23 Ζ4 excess of ten-thousand-(10,000) is included in an authority issuing bonds pursuant to this chapter, the municipalities 25

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may apportion the obligation to levy taxes for the payment 1 of, or in anticipation of, a deficiency in the revenues 2 appropriated for such bonds in such manner as the 3 municipalities shall may determine. The resolution shall 4 state the principal amount and purpose of the bonds and the 5 6 substance of the covenant respecting deficiencies. No such 7 resolution shall-become becomes effective until the question 8 of its approval has been submitted to the qualified electors 9 of the municipality at a special election called for said 10 that purpose by the governing body of the municipality and a 11 majority of the electors voting on the question have voted 12 in favor thereof. The notice and conduct of the election 13 shall be governed, to the extent applicable, by section 14 11-2308 and 11-2310 for an election called by cities and towns1 and section--16-202 16-2024 and 16-2026 for an 15 16 election called by counties. If a majority of the electors 17 voting thereon vote against approval of the resolution, the 18 municipality shall--have has no authority to make the 19 covenant or to levy a tax for the payment of deficiencies pursuant to this section, but such municipality or authority 20 may nevertheless issue bonds under this chapter payable 21 22 solely from the sources referred to in paragraph subsection 23 {1} above."

24 Section 8. Section 1-918, R.C.M. 1947, is amended to 25 read as follows:

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#1-918. Joint operations exercise of powers. 1+(1) For 2 the purposes of this section, unless otherwise qualified, 2 the term "public agency" includes municipality and 3 authority, each as defined in this chapter, any agency of 4 the state government and of the United States, and any 5 municipality, political subdivisions or agency of an 6 adjoining statet. and-the The term "governing body" includes 7 commissioners of an authority, the governing body of a 8 municipality, and the head of an agency of a state or the 9 10 United States if the public agency is other than an authority or municipality. All powers, privileges, and 11 authority granted by this chapter may be exercised and 12 enjoyed by an authority jointly with any public agency of 13 14 this state, and jointly with any public agency of any 15 adjoining state or of the United States to the extent that 16 the laws of such other state or of the United States permit 17 such joint exercise of or enjoyment. Any agency of the state 18 government, when acting jointly with any authority, may exercise and enjoy all the powers, privileges, and authority 19 20 conferred by this chapter upon an authority.

21 2*(2) Any two (2) or more public agencies may enter 22 into agreements with each other for joint action pursuant to 23 the provisions of this section. Each agreement shall specify 24 its duration*: the proportionate interest which each public 25 agency shall will have in the property, facilities, and

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privileges involved in the joint undertaking; the 1 2 proportion of costs of operation, capital outlay, and maintenancey to be borne by each public agencyy: and such 3 4 other terms as are deemed considered necessary or required 5 by law. The agreement may also provide for amendments and 5 termination; disposal of all or any of the property. 7 facilities, and privileges jointly owned, prior to, or at such times as said the property, facilities, and privileges, я 9 or any part thereof, cease to be used for the purposes provided in this chaptery or upon termination of the 10 agreement; the distribution of the proceeds received upon 11 any disposal, and of any funds or other property jointly 12 owned and undisposed of; the assumption of payment of any 13 indebtedness arising from the joint undertaking which 14 remains unpaid upon the disposal of all assets or upon a 15 termination of the agreement; and such other provisions as 16 may be necessary or convenient. 17

 \Im (3) Public agencies acting jointly pursuant to this 18 section shall create a joint board which shall consist of 19 members appointed by the governing body of each 20 participating public agency. The number to be appointedy and 21 their term and compensation, if any, shall be provided for 22 in the joint agreement. Each joint board shall organize, 23 24 select officers for such terms as are fixed by the 25 agreement, and adopt and amend from time to time rules for

its own procedure. The joint board shall--have--pawer, as 1 agent of the participating public agencies, to may plan, 2 3 acquire, establish, develop, construct, enlarge, improve, maintain, equip, operate, regulate, protect, and police any 4 5 airport or air navigation facility or airport hazard to be 6 jointly acquired, controlled, and operated, and the board 7 may be authorized by the participating public agencies to exercise on behalf of its constituent public agencies all 8 9 the powers of each with respect to the airport, air navigation facility, or airport hazard, subject to the 10 11 limitations of subsection 4(4) of this section.

12 4w-aw(4) (a) The total expenditures to be made by the 13 joint board for any purpose in any calendar year shall be as determined by a budget approved by the constituent public 14 15 agencies on or before the preceding June 10, or as otherwise 16 specifically authorized by the constituent public agencies. 17 by(b) No airport, air navigation facility, airport 18 hazard, or real or personal property, the cost of which is 19 in excess of sums fixed therefor by the joint agreement or 20 allotted in the annual budget, may be acquired, established, 21 or developed by the joint board without the approval of the 22 governing bodies of its constituent public agencies.

ew(c) Eminent domain proceedings under this section
 may be instituted by the joint board only by authority of
 the governing bodies of the constituent public agencies of

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the joint board. If so authorized, such proceedings shall be
 instituted in the names of the constituent public agencies
 jointly, and the property so acquired shall be held by soid
 the public agencies as tenants in common.

5 d=(d) The joint board shall may not dispose of any 6 airport, air navigation facility, or real property under its 7 jurisdiction except with the consent of the governing bodies 8 of its constituent public agencies, provided-that <u>Howevers</u> 9 the joint board may, without such consent, enter into 10 contracts, leases, or other arrangements contemplated by 11 section 1-913 of this chapter.

12 ev(e) #ny-resolutions Resolutions, rules, regulations, 13 or orders of the joint board dealing with subjects authorized by section 1-913 of this chapter shall become 14 effective only upon approval of the governing bodies of the 15 16 constituent public agencies a provided-that However, upon such approval, the resolutions, rules, regulationsy or 17 18 orders of the joint board shall have the same force and 19 effect in the territories or jurisdictions involved as the ordinances, resolutions, rules, regulations, or orders of 20 21 each public agency would have in its own territory or 22 jurisdiction.

23 5*(5) For the purpose of providing the joint board 24 with moneys for the necessary expenditures in carrying out 25 the provisions of this section, a joint fund shall be

1 created and maintained, into which shall be deposited the share of each of the constituent public agencies as provided 2 3 by the joint agreement. Any federal, state, or other grants, contributions. or loans, and the revenues obtained from the 4 5 joint ownership, control, and operation of any airport or 6 air navigation facility under the jurisdiction of the joint 7 board shall be paid into the joint fund. Disbursements from 8 such fund shall be made by order of the board, subject to 9 the limitations prescribed in subsection 4(4) of this 10 section."

Section 9. Section 1-1101, R.C.M. 1947, is amended to read as follows:

13 "1-1101. Department--of--community---affairs---to---be 14 custodian---of--all--airplanes--owned--ar--leased--by--state 15 Department as custodian of state airolanes. The department 16 of--community--affairs is hereby constituted designated the 17 custodian of all airplanes owned or leased by the state of 18 Montana or its boards, commissions, or agencies," 19 Section 10. Repealer. Sections 1-829 through 1-832 and 20 1-1001 through 1-1005, R.C.M. 1947, are repealed.

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LC0012

1977 Legislature Code Commissioner Bill - Summary

SenateBill No. 10

REVISION AND CLARIFICATION OF LAWS RELATING TO AERONAUTICS

(This summary does not include discussion of routine form or grammatical changes.)

Section 1. <u>1-401</u>. Former (5) concerning airport concessions poorly worded. Now (6)(d) makes it clear that it is the concessions that are on the airport premises, not that someone is furnishing the concessions to the airport.

Section 2. <u>1-502</u>. Subsection (2) deleted because unconstitutional under Article II, section 18, which provides that the state has no immunity from suit unless specifically provided by a 2/3 vote of each house of the legislature.

Section 3. <u>1-701</u>. Divided into two sentences and added verb "shall be" in last line to complete the thought.

Section 4. <u>1-702</u>. Added words to make (1) a complete sentence. Reference to 1-707 in first sentence was wrong. Changed to 1-701.

Section 5. <u>1-704</u>. This entire section was one long sentence which stated that it was a person's duty to proceed without a permit, the intent obviously being to require a permit for.

The last part speaks of a building being a nullity whereas it should say an illegal permit for the building is a nullity.

Section 6. <u>1-903</u>. "Special operating fund" changed to "operating account within the revolving fund" to be consistent with treasury fund law. Section 7. <u>1-912</u>. In (2), now numbered (6), section 16-202 was amended to read 16-2024 which is the proper reference to elections called by counties.

Section 8. 1-918(1). The word "of" changed to "or" in phrase "laws. . . of the United States permit such joint exercise or enjoyment."

Section 9. <u>1-1101</u>. "Constituted" replaced with "designated."

Section 10. Repeals sections <u>1-829</u> through <u>1-832</u> which were declared unconstitutional in 1970 in Northwest Airlines, Inc. v. Joint City-County Airport Board, 154 M 352, 463 F2d 470.

Also repeals Chapter 10 of Title 1, Airport Passenger Services Charges, which is in conflict with Section 1513(a), Title 49 U. S. Code which prohibits a state from levying such a charge. The federal act, as well as its legal history and interpretation, indicates that Congress intended to forbid states to pass such state tax laws. The federal law, as it now appears, became effective June 18, 1973, nullifying the Montana statute that had been adopted in March of 1973 by the Montana legislature.

45th Legislature

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Approved by Committee on State Administration

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1	SENATE BILL NO. 10
2	INTRODUCED BYHAZELBAKER
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT FOR THE GENERAL
5	REVISION AND CLARIFICATION OF THE LAWS RELATING TO
6	AERONAUTICS; AMENDING SECTIONS 1-401, 1-502, 1-701, 1-702,
7	1-704, 1-903, 1-912, 1-918, AND 1-1101, R.C.M. 1947; AND
8	REPEALING SECTIONS 1-829 THROUGH 1-832 AND 1-1001 THROUGH
9	1-1005, R.C.M. 1947."
10	
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
12	Section 1. Section 1-401, R.C.H. 1947, is amended to
13	read as follows:
14	*1-401. Acquisition and operation of state airports.
15	(1) The department may, on behalf of and in the name of this
16	state <u>r:</u>
17	(a) acquire real or personal property by purchase,
18	gift, devise, lease, condemnation proceedings, or otherwise,
19	property-real-or-personaly for the purpose of establishing
20	and constructing airports, restricted landing areas, and
21	other air navigation facilities v<u>;</u> and
22	(b) acquire in like manner, own, control, establish,
23	construct, enlarge, improve, maintain, equip, operate,
24	regulate, and police airports, restricted landing areas, and
25	other air navigation facilities either within or outside

There are no changes in SBD, & will not be re-run. Please refer to white copy for complete text. SECOND READING ۹.

1	this state; makey
2	<u>(c)</u> prior to acquisition, <u>make</u> investigations,
3	surveys, and plans;
4	(d) erect, install, construct, and maintain <u>facilities</u>
5	at those airports facilities for the servicing of aircraft
6	and for the comfort and accommodation of air travelersy; and
7	(e) dispose of any property, airport, restricted
8	landing area, or any other air navigation facility, by sale,
9	lease, or otherwise, in accordance with the laws of this
10	state governing the disposition of other like property of
11	the state.
12	(2) It <u>The department</u> may not, however, acquire or
13	take over an airport, restricted landing area, or other air
14	navigation facility owned or controlled by a municipality of
15	this state without the consent of the municipality. It <u>The</u>
16	department may erect, equip, operate, and maintain on an
17	airport, buildings and equipment necessary and proper to
18	establish, maintain, and conduct the airport and air
19	navigation facilities connected with it.
20	{2}[3] Where necessary, in order to provide
21	unobstructed air space for the landing and taking off of
22	aircraft utilizing airports and restricted landing areas
23	acquired or operated under the provisions of this Titley-it

24 <u>titles the department</u> may acquires in the manner provided
25 for the acquisition of property for airport purposes.

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1 easements through or other interests in air space over land 2 or water, interests in airport hazards outside the 3 boundaries of the airports or restricted landing areas, and such other airport protection privileges as are necessary to 4 5 ensure safe approaches to the landing areas of airports and restricted landing areasy and the safe and efficient 6 7 operation of them. It The department may also acquire in the 8 same manner the right or easement, for a term of years or 9 perpetually, to place or maintain suitable marks for the 10 davtime marking and suitable lights for the nighttime 11 marking of airport hazards, including the right of ingress and earess to or from the airport hazards for the purpose of 12 13 maintaining and repairing the lights and warks. This 14 authority does not limit the right, power, or authority of 15 the state or a municipality to zone property adjacent to an 16 airport or restricted landing area pursuant to a law of this 17 state.

18 (3)(4) It <u>The department</u> may engage in all those activities jointly with the United States, other states, and with municipalities or other agencies of this state.

21 (4)(5) It For the purpose of acquiring any property 22 which it is authorized to acquire, the department may 23 exercise the right of eminent domain, in the name of the 24 state, in the manner provided by the laws of this state for 25 the acquisition of real property for public purposesy-for

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1 the-purpose-of-acquiring-any-property-which-it-is-authorized

2 to-acquire. The acquisition of property for any of those
3 purposes is a public use.

4 (5)(6) It The department may:

5 <u>(a)</u> lease₁ for a term not exceeding ten-(10) years, 6 airports, or other air navigation facilities or real 7 property acquired or set apart for airport purposes, to 8 private parties, a municipal or state government, or the 9 national government, or a department of either of them, for 10 operation; and-may

11 (b) lease or assign: for a term not exceeding ten-+10+ 12 years, space, area, improvements, or equipment on those 13 airports to private parties, a municipal or state government 14 or the national government, or a department of either for 15 operation or use consistent with the purposes of this Fitter spacey-areay-improvementsy-or-equipment--on--those--airports 16 17 title; may 18 (c) sell any part of those airports, other air

19 navigation facilities or real property to a municipal or 20 state government, or to the United States or a department or 21 instrumentality thereof, for aeronautical purposes or 22 purposes incidental thereto; and may

23 <u>(d)</u> confer the privilege of concessions of <u>for</u>
 24 supplying upon-the-airports goods, commodities, things,
 25 services, and facilities <u>upon the premises of those</u>

45th Legislature

LC 0012/01

SENATE BILL NO. 10 L HAZELBAKER INTRODUCED BY __ 2 3 A BILL FOR AN ACT ENTITLED: **MAN ACT FOR THE GENERAL** 4 REVISION AND CLARIFICATION OF THE LAWS RELATING TO 5 AERONAUTICS; AMENDING SECTIONS 1-401, 1-502, 1-701, 1-702, 6 1-704, 1-903, 1-912, 1-918, AND 1-1101, R.C.H. 1947: AND 7 REPEALING SECTIONS 1-829 THROUGH 1-832 AND 1-1001 THROUGH 8 1-1005. R.C.M. 1947." Q 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 Section 1. Section 1-401, R.C.M. 1947; is amended to 12 read as follows: 13 #1-401. Acquisition and operation of state airports. 14 (1) The department may, on behalf of and in the name of this 15 statev: 16 (a) acquire real or personal property by purchase. 17 gift, devise, lease, condemnation proceedings, or otherwise, 18 property-real-or-personaly for the purpose of establishing 19 and constructing airports, restricted landing areas, and 20 other air navigation facilities+; and 21 (b) acquire in like manner, own, control, establish, 22 construct, enlarge, improve, maintain, equip, operate, 23 regulate, and police airports, restricted landing areas, and 24 other air navigation facilities either within or outside 25

this state: makev

1

2 (c) prior to acquisition, make investigations, 3 surveys, and plans;

4 (d) erect, install, construct, and maintain facilities 5 at those airports facilities for the servicing of aircraft 6 and for the comfort and accommodation of air travelersy; and 7 (e) dispose of any property, airport, restricted 8 landing area, or any other air navigation facility, by sale, 9 lease, or otherwise, in accordance with the laws of this 10 state governing the disposition of other like property of 11 the state.

12 (2) It The department way not, however, acquire or 13 take over an airport, restricted landing area, or other air 14 navigation facility owned or controlled by a municipality of 15 this state without the consent of the municipality. It The department may erect, equip, operate, and maintain on an 16 17 airport, buildings and equipment necessary and proper to establish, maintain, and conduct the airport and air 18 19 navigation facilities connected with it.

20 <u>f27(3)</u> Where necessary, in order to provide 21 unobstructed air space for the landing and taking off of 22 aircraft utilizing airports and restricted landing areas 23 acquired or operated under the provisions of this Title, it 24 <u>title, the department</u> may acquire, in the manner provided 25 for the acquisition of property for airport purposes.

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There are no changes in \underline{SBID} , & will not be re-run.

Please refer to white copy for complete text.

THIRD READING

1 easements through or other interests in air space over land 2 or water, interests in airport hazards outside the 3 boundaries of the airports or restricted landing areas, and 4 such other airport protection privileges as are necessary to ensure safe approaches to the landing areas of airports and 5 restricted landing areasy and the safe and efficient 6 7 operation of them. It The department way also acquire in the 8 same manner the right or easement. for a term of years or 9 perpetually, to place or maintain suitable marks for the daytime marking and suitable lights for the nightime 10 marking of airport hazards, including the right of ingress 11 12 and egress to or from the airport hazards for the purpose of 13 maintaining and repairing the lights and marks. This authority does not limit the right, power, or authority of 14 15 the state or a municipality to zone property adjacent to an 16 airport or restricted landing area pursuant to a law of this 17 state.

18 (3)(4) it <u>The department</u> may engage in all those activities jointly with the United States, other states, and with municipalities or other agencies of this state.

21 (4)(5) it for the purpose of acquiring any property 22 which it is authorized to acquires the department may 23 exercise the right of eminent domain, in the name of the 24 state, in the manner provided by the laws of this state for 25 the acquisition of real property for public purposesy-for

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the-purpose of acquiring any property which it is authorized
 to-acquire. The acquisition of property for any of those
 purposes is a public use.

(5)(6) It <u>The department</u> may:

5 <u>(a)</u> leases for a term not exceeding ten-{10} years, 6 airports, or other air navigation facilities or real 7 property acquired or set apart for airport purposes, to 8 private parties, a municipal or state government, or the 9 national government, or a department of either of them, for 10 operation; end-mey

11 <u>(b)</u> lease or assign for a term not exceeding ten-(10) 12 years, space, area, improvements, or equipment on those 13 airports to private parties, a municipal or state government 14 or the national government, or a department of either for 15 operation or use consistent with the purposes of this fitter 16 space, area, improvements, or equipment-on-those-stroorts 17 title; may

18 <u>(c)</u> sell any part of those airports, other air 19 navigation facilities<u>s</u> or real property to a municipal or 20 state governmenty or to the United States or a department or 21 instrumentality thereof, for aeronautical purposes or 22 purposes incidental thereto; and may

23 (d) confer the privilege of concessions of for
 24 supplying upon-the-airports goods, commodities, things,
 25 services, and facilities upon the premises of those

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1 SENATE BILL ND. 10 INTRODUCED BY HAZELBAKER 2 - 5 A BILL FOR AN ACT ENTITLED: "AN ACT FOR THE GENERAL 4 REVISION AND CLARIFICATION OF THE LAWS RELATING TO Э AERONAUTICS; AMENDING SECTIONS 1-401, 1-502, 1-701, 1-702, 6 1-734. 1-903. 1-912. 1-918. AND 1-1101. R.C.M. 1947; AND 1 REPEALING SECTIONS 1-829 THROUGH 1-832 AND 1-1001 THROUGH £, 1-1005. R.C.M. 1947.* Q. 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 Section 1. Section 1-401, R.C.M. 1947, is amended to 12 read as follows: 13 *1-401. Acquisition and operation of state airports. 14 (1) The department may, on behalf of and in the name of this 15 state_{*}: 16 (a) acquire <u>real or personal property</u> by purchase. 17 gift, devise, lease, condemnation proceedings, or otherwise, 18 property-real-or-personaly for the purpose of establishing 19 and constructing airports, restricted landing areas, and 20 other air navigation facilities vi end 21 (b) acquire in like manner, own, control, establish, 22 23 construct, enlarge, improve, maintain, equip, operate, regulate, and police airports, restricted landing areas, and 24 other air navigation facilities either within or outside 25

REFERENCE BILL

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this state; makey 1 (c) prior to acquisition, make investigations, 2 surveys, and plans; 5 4 (d) erect, install, construct, and maintain facilities at those airports facilities for the servicing of aircraft 5 6 and for the comfort and accommodation of air travelers; and 7 (e) dispose of any property, airport, restricted 8 landing area, or any other air navigation facility, by sale, 9 lease, or otherwise, in accordance with the laws of this state governing the disposition of other like property of 10 11 the state. 12 (2) It The department may not, however, acquire or take over an airport, restricted landing area, or other air 13 navigation facility owned or controlled by a municipality of 14 this state without the consent of the municipality. Ht The 15 department may erect, equip, operate, and maintain on an 16 airport, buildings and equipment necessary and proper to 17 establish, maintain, and conduct the airport and air 18 19 navigation facilities connected with it. t2)131 Where necessary, in order to 26 provide 21 unobstructed air space for the landing and taking off of 22 aircraft utilizing airports and restricted landing areas 23 acquired or operated under the provisions of this Fitley-it 24 title, the department may acquire, in the manner provided

25 for the acquisition of property for airport purposes+

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easements through or other interests in air space over land 1 2 or water, interests in airport hazards outside the 3 boundaries of the airports or restricted landing areas, and such other airport protection privileges as are necessary to 4 5 ensure safe approaches to the landing areas of airports and restricted landing areasy and the safe and efficient 6 7 operation of them. It Ine department may also acquire in the 8 same manner the right or easement, for a term of years or 9 perpetually, to place or maintain suitable marks for the 10 daytime marking and suitable lights for the nighttime 11 marking of airport hazards, including the right of ingress and egress to or from the airport hazards for the purpose of 12 13 maintaining and repairing the lights and marks. This 14 authority does not limit the right, power, or authority of 15 the state or a municipality to zone property adjacent to an 16 airport or restricted landing area pursuant to a law of this 17 state.

18 (3)(4) It The department may engage in all those
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 with municipalities or other agencies of this state.

21 (4)(5) It Eor the purpose of acquiring any property 22 which it is authorized to acquire, the department may 23 exercise the right of eminent domain, in the name of the 24 state, in the manner provided by the laws of this state for 25 the acquisition of real property for public purposes, -for

the-purpose-of-acquiring-any-property-which-it-is-authorized E. to-acquire. The acquisition of property for any of those 2 purposes is a public use-3 4 (5)(6) It The department may: (a) lease, for a term not exceeding ten-flot years, 5 airports, or other air navigation facilities or real 6 property acquired or set apart for airport purposesy to 7 private parties, a municipal or state government, or the 8 national government, or a department of either of them, for 9 10 operation; and may (b) lease or assign. for a term not exceeding ten-fl0t 11

12 years, space, area, improvements, or equipment on those 13 airports to private parties, a municipal or state government 14 or the national government, or a department of either for operation or use consistent with the purposes of this fitley 15 1ó spacey-areay-improvementsy-or-equipment--pn--those--airports 17 title; may 18 (c) sell any part of those airports, other air 19 navigation facilities, or real property to a municipal or

19 navigation facilities, or real property to a municipal or 20 state governmenty or to the United States or 3 department or 21 instrumentality thereof, for aeronautical purposes or 22 purposes incidental thereto; and may

23 (d) confer the privilege of concessions of for
 24 supplying upon-the-airports goods, commodities, things,
 25 services, and facilities upon the premises of those

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airports. However, in-each-case in so doing the public may 1 not be deprived of its rightful, equal, and uniform use 2 з. thereof.

4 f(t) It may determine the charges or rental for the use of state airports, and the charges for service or ÷1 accommodationsy under its control: and the terms and ħ conditions under which the properties may be used. However, 7 the public may not be deprived of its rightful, equal, and d, uniform use of the property. Charges shall be reasonable and 9 uniform for the same class of service and established with 10 due regard to the property and improvements used and the 11 expenses of operation to the state. The state has, and the 12 department may enforce, agisters' liensy as provided by lawy 13 for repair, improvement, storage, or care of any personal 14 15 property."

Section 2. Section 1-502, R.C.M. 1947, is amended to 15 17 read as follows:

*1-502. Aeronautics Governmental nature of 18 aeronautical functions governmental--no-liability-for-torts. 19 +++ The acquisition of lands for establishing airports or 20 other air navigation facilities; the acquisition of airport 21 22 protection privileges; the acquisition, establishment, 23 construction. enlargement. improvement, maintenance, equipment, and operation of airports and other air 24 navigation facilities, whether by the state separately or 25

jointly with a municipality; the assistance of this state in 1 that acquisition, establishment, construction, enlargement, 2 improvement, maintenance, equipment, and operation; and the 3 exercise of any other powers granted to the department are 4 public and governmental functions, exercised for a public 5 purposev and <u>as a matters matter</u> of public necessity; and 6 2 such lands and other property and privileges acquired and я used by the state in the manner and for the purposes 9 enumerated in this fitle title are acquired and used for 10 public and governmental purposes and as a matter of public 11 necessity. 12 t2}--No--suit--in--tort--may--be--brought-or-maintained 13 against-the-state-or-any-sunicipality-of-the-statey-or-their 14 officersy-agentsy-servantsy-or-employeesy-on-account--of--an 15 act---done---in--or--about--the--constructiony--maintenancey 16 entergementy-operationy-superintendencey-or-management-of-an 17 airport-or-other-sir-navigation-facility." 18 Section 3. Section 1-701, R.C.M. 1947, is amended to 19 read as follows: 20 "1-701. Eliminating----dengerous---obstructions---neer 21 airports Purpose. That-for For the purpose of ensuring and 22 securing safety from death or bodily-harm-and injury for 23 aeronauts and passengers, and to protect the property of 24 those engaged in aeronautics, and to encourage and promote

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25 air travel and transportation of mail, passengers, express,

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1 and freight by air, it is deemed considered necessary to 2 eliminate dangerous obstructions of air space in the 3 vicinity of airports or landing fields which may now be or which may hereafter be acquired, owned, operated, or 4 5 controlled, or maintained by the United States, the state of Montanay or any county of--the--state--of-Montana or any 6 7 municipality thereoft and In_order to promote the public order, healthe and safety by providing unobstructed air 8 9 space for the safe descent, landing, ascent, and operation of aircraft while--using--or utilizing the--said public 10 11 airports in the state of Montana, the height of buildings 12 and other structures in the vicinity of the airports and 13 landing fields in the state of Montana owned, leased, 14 operated, maintained, or controlled by any of the those 15 public authorities of resaidy shall be regulated and 16 restricted as hereafter set-forth-and provided."

17 Section 4. Section 1-702, R.C.M. 1947, is amended to 18 read as follows:

19 "1-702. Considerations-affecting-safety Regulation_of
 20 building_heights. For (1) The height_of_buildings_and_other
 21 structures_shall_be_regulated_for the purposes set forth in
 22 section-1-707 1-701; and considering among other things:

(a) Requirements requirements and facilities necessary
 to secure the safe descent, landing, ascent, and operation
 of aircraft using--or utilizing the public airports and

1 landing fields aforesaid in the state of Montana;

(b) Hexard hazards from the obstruction of air space
in-the-vicinity-of-such-airports-and-lending-fields;
and the relation of the height of buildings and other
structures in the vicinity of such airports and landing
fields to such hazards;

7 (d)(c) The the area within which height--of puildings 8 and other structures may dangerously obstruct air space in 9 the vicinity of public airports and landing fields; (e)--The 10 and the height of buildings or other structures within such 11 areav which is consistent with the safe use of such airports 12 and landing fields; and 13 (f)(d) The the maintenance and use of <u>either</u>

14 obstruction markers and/or lights, or both, upon buildings 15 and other structures within the-said-areasy such area as 16 safety devices.

17 (2) The height of buildings and/or other structures is 18 hereby regulated and restricted within a distance of two-(2) 19 miles from any such public airport or landing field, 20 measured at a right angle from any side or in a radial line 21 from any corner of the established boundary line thereof, in 22 any and all directions, as follows:

23 <u>(1)(a)</u> Approach-zonet The trapezoidal portion of the 24 total two-mile <u>2-mile</u> zone area, 500 feet in width at the 25 boundary of the field or airporty and broadening to a width

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of 2500 2:500 feet two 2 miles distant, the center line of 1 which shall-be is a continuation of the center line of each 2 4 runway at and upon such public airports and landing fields, 4 known as the approach zone, shall may have no building, or other structure, or natural feature or object of any kind 5 6 therein. the height of which is more than one-twentieth its distance from the nearest boundary of the airport or landing 7 8 field.

t2)(b) Turning--zonet The remaining portion of the 9 two-mile 2-mile zone area surrounding such public airports 10 and landing fields aforesaid, lying between the approach 11 zones aforesaidy and known as turning zones, sholl may have 12 13 no building or other structure, or natural feature or object of any kind therein, the height of which is more than 14 one-seventh its distance from the nearest boundary of the 15 airport or landing field. 15

(3) In measuring distances and heights to determine 17 the zone standard, measurements shall be taken from the 18 nearest side of the building or structure or other objecty 19 to the nearest side of the airport or landing field, 20 21 aforeshidy-and-in In the event of airports having boundaries not regular, the nearest established perimeter of such port 22 and field shall be used, as distinguished from the actual 23 24 boundary.*

25 Section 5- Section 1-704+ R-C-No 1947, is amended to

1 read as follows: #1-704. Permits-for-erection--of--structures Duty to 1 acquire permit. It--is--hereby-made-the-duty-of-every (1) з Each persony firms or corporation in this statey proposing 4 to erect, establish, or maintain any building or other 5 6 structure-or-to-grow-any-naturel-object that would exceed 7 the height limit established by law or to grow any natural 8 object that would exceed such limit when grown, to--proceed 9 to--erecty--establish--or--maintain-such-structurey-or-plant said--natura}--objecty--without--first--making---opolication 10 11 whenever the proposed erection or growth is within 2 miles 12 of a public airport or landing field, shall apply to the proper officer of the United States, or the state of 13 14 Montanay or any county or any municipality twhere--the 15 proposed--erection-or-action-is-within-two-miles-of-a-public 16 sirport-or-landing--field--as--herein--set--forth} thereof, 17 whichever of said those bodies has control of the airport or landing field affecting the area, and-obtaining-from-the 18 19 proper--authority for a permit for---the---erectiony 20 establishment--and--maintenance--of to erect, establish, or 21 22 (2) no No permit shall may be granted unless the 23 specifications of the building or other structure or object 24 reveal that the total height shall does not or will not 25 exceed the height limits fixed by law for the zone in which

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з of this section, and any erection-or-maintenance--without--a permit which is issued in violation of this section hereofy 4 5 shall-be-ineffectual-in-law-or-equityy-and--shall-be--and remain--a--nullity--so-far-as-this-act-is-concerned, and the 6 7 enforcement-remedies-hereunder is void." 8 Section 6. Section 1~903. R.C.M. 1947. is amended to Q read as follows: 10 #1-903. Airport Department control of airport 11 operation and income. The department shall-have--operational 12 may control the operation of airports constructed under the 13 provisions of section 1-902 and may provide for the 14 imposition of landing fees, granting of fuel and service 15 concessions, or the lease of portions of the premises for 16 other related airport services or for purposes not 17 inconsistent with the use of the premises for airport 18 purposes. All income from the operation of such airports 19 shall be deposited in the state treasury in a--special the 20 airport operating fund-to-be-known-as-the-airport-operating 21 fund account within the revolving fund. All expenditures 22 from such--fund the account shall be within the limits of 23 legislative appropriations and shall be made upon vouchersy 24 signed and approved by the director of the department." 25 section 7. Section 1-912, R.C.M. 1947, is amended to

[3]__No permit shall may be issued in violation hereof

the same is to be established; and-no.

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read as follows: 1 2 "1-912. Bonds and other obligations. (1) An authority õ shall--have--the--power--to may borrow money for any of its corporate purposes and issue its bonds therefor, including 4 rafunding bonds, in such form and upon such terms as it may 5 determine, payable out of any revenues of the authority, Þ including revenues derived from: 7 н (a) an airport or air navigation facility or 9 facilities*: 10 (b) taxes levied pursuant to section 1-916, or other 11 lawy for airport purposesy1 12 (c) grants or contributions from the federal 13 government; or 14 (d) other sources. 15 (2) The bonds may be issued by resolution or resolutions of the authority, without an electiony and 16 17 without any limitation of amount₁ except as follows: that No 10 no such bonds may shall be issued at any time if the total 19 amount of principal and interest to become due in any year 20 on such bonds, and on any then outstanding bonds for which 21 revenues from the same source or sources are pledgedy 22 exceeds the amount of such revenues to be received in that 23 year as estimated in the resolution authorizing the issuance 24 of the bondsta and the Inc authority shall be obligated to 25 take all action necessary and possible to impose, maintaing

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and collect rates, charges, rentals, and taxes, if any are
 pledged, sufficient to make the revenues from the pledged
 source or-sources in such year at least equal to the amount
 of such principal and interest due in that year.

5 (3) They The bonds may be sold at public or private 6 sale and shall gay bear interest at a rate or-rotes not exceeding ten-per-centum-(10%) per-onnum a year. Except as 7 8 otherwise provided herein, any bonds issued pursuant to this 9 chapter by an authority shall may be payable as to principal 10 and interest solely from revenues of the authority, and 11 shall state on their face the applicable limitations or 12 restrictions regarding the source or-sources from which such 13 principal and interest are payable.

14 <u>(4)</u> Bonds issued by an authority or municipality 15 pursuant to the provisions of this chapter are declared to 16 be issued for an essential public and governmental purpose 17 by a political subdivision within the meaning of section 18 84-4905(2)(a).

19 <u>(5)</u> For the security of any such bonds, the authority 20 or municipality may by resolution make and enter into any 21 covenant, agreement, or indenture and <u>may</u> exercise any 22 additional powers authorized to be <u>madey--entered--into--or</u> 23 exercised by a municipality under Title 11, chapter 24. The 24 sums required from time to time to pay principal and 25 interest and to create and maintain a reserve for the bonds may be mode-payable paid from any ond-all revenues referred
 to in this chapter, prior to the payment of current costs of
 operation and maintenance of the facilities.

4 +2+151 Subject to the conditions stated in this 5 paragraph-(2) subsection (6), the governing body of any municipality having a population in excess of ten-thousand 6 1 (10,000)-may, with respect to bonds issued pursuant to this chapter by the municipality or by an authority in which the 8 9 municipality is included, may by resolution covenant that. 10 in the event that at any time all revenues, including taxes, 11 appropriated and theretofore collected for such bonds are insufficient to pay principal or interest then due, it will 12 13 levy a general tax upon all of the taxable property in the municipality for the payment of such deficiency_ and may 14 further covenant that at any time a deficiency is likely to 15 occur within one-(1) year for the payment of principal and 16 17 interest due on such bonds, it will levy a general tax upon all the taxable property in the municipality for the payment 18 of such deficiency, and such taxes shall are not be subject 19 20 to any limitation of rate or amount applicable to other municipal taxes but shall be limited to a rate estimated to 21 be sufficient to produce the amount of the deficiency. In 22 23 the event more than one municipality having a population in 24 excess of ten-thousand-fl0,000; is included in an authority 25 issuing bonds pursuant to this chapter, the municipalities

may apportion the obligation to levy taxes for the payment 1 of or in anticipation of a deficiency in the revenues 2 appropriated for such bonds in such manner as the ٤ municipalities shall may determine. The resolution shall 4 state the principal amount and purpose of the bonds and the > substance of the covenant respecting deficiencies. No such 6 resolution shall-become becomes effective until the question 7 8 of its approval has been submitted to the qualified electors 9 of the municipality at a special election called for said 10 that purpose by the governing body of the municipality and a 11 majority of the electors voting on the question have voted 12 in favor thereof. The notice and conduct of the election 13 shall be governed, to the extent applicable, by section 14 11-2308 and 11-2310 for an election called by cities and 15 towns, and section--16-202 16-2024 and 16-2026 for an 16 election called by counties. If a majority of the electors 17 voting thereon vote against approval of the resolution. the 18 municipality shall-have has no authority to make the 19 covenant or to levy a tax for the payment of deficiencies 20 pursuant to this section, but such municipality or authority 21 may nevertheless issue bonds under this chapter payable 22 solely from the sources referred to in permanent subsection 23 (1) above."

24 Section 8. Section 1-918, R.C.M. 1947, is amended to 25 read as follows:

*1-918. Joint operations exercise of nowers. 1v(1) For 1 the purposes of this section, unless otherwise qualified, è the term "public agency" includes municipality and ٤ autnority, each as defined in this chapter, any agency of 4 the state government and of the United States, and any 5 municipality, political subdivisions or agency of an ò adioining state+. and-the lhe term "governing body" includes L commissioners of an authority, the governing body of a я municipality, and the head of an agency of a state or the 9 United States if the public agency is other than an 10 authority or municipality. All powers, privileges, and 11 authority granted by this chapter may be exercised and 12 enjoyed by an authority jointly with any public agency of 13 this state, and jointly with any public agency of any 14 adjoining state or of the United States to the extent that 15 16 the laws of such other state or of the United States permit 17 such joint exercise of or enjoyment. Any agency of the state government, when acting jointly with any authority, may 18 19 exercise and enjoy all the powers, privileges, and authority conferred by this chapter upon an authority. 20 21 2+(2) Any two +2+ or more public agencies may enter into agreements with each other for joint action pursuant to 22

23 the provisions of this section. Each agreement shall specify 24 its duration: the proportionate interest which each public 25 agency shall will have in the property, facilities, and

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1 privileges involved in the joint undertaking, the 2 proportion of costs of operation, capital outlay, and 3 maintenance, to be borne by each public agency, and such other terms as are deemed considered necessary or required by law. The agreement may also provide for amendments and 5 6 termination; disposal of all or any of the property. 7 facilities, and privileges jointly owned, prior to, or at 8 such times as said the property, facilities, and privileges, 9 or any part thereof, cease to be used for the purposes 10 provided in this chaptery or upon termination of the 11 agreement; the distribution of the proceeds received upon 12 any disposal, and of any funds or other property jointly 13 owned and undisposed of; the assumption of payment of any 14 indeptedness arising from the joint undertaking which 15 remains unpaid upon the disposal of all assets or upon a 16 termination of the agreement; and such other provisions as 17 may be necessary or convenient.

 $\frac{3}{2}$ (3) Public agencies acting jointly pursuant to this 18 section shall create a joint board which shall consist of 19 mambers appointed by the governing body of each 20 participating public agency. The number to be appointedy and 21 their term and compensation, if any, shall be provided for 22 in the joint agreement. Each joint board shall organize, 23 select officers for such terms as are fixed by the 24 agreement. and adopt and amend from time to time rules for 25

1 its own procedure. The joint board shall--have--power, as 2 agent of the participating public agencies, to may plan, 4 acquire. establish. develop. construct. enlarge. improve. maintain, equip, operate, regulate, protect, and police any 4 5 airport or air navigation facility or airport hazard to be 6 jointly acquired, controlled, and operatedy; and the board 7 may be authorized by the participating public agencies to 8 exercise on behalf of its constituent public agencies all 9 the powers of each with respect to the airport, air navigation facility, or airport hazard, subject to the 10 11 limitations of subsection 414) of this section.

12 $4\pi - 6\pi (4)$ [a] The total expenditures to be made by the 13 joint board for any purpose in any calendar year shall be as 14 determined by a budget approved by the constituent public 15 agencies on or before the preceding June 10y or as otherwise 16 specifically authorized by the constituent public agencies. 17 bw(b) No airport, air navigation facility, airport 16 hazard, or real or personal property, the cost of which is 19 in excess of sums fixed therefor by the joint agreement or Żΰ allotted in the annual budget: may be acquired, established, 21 or developed by the joint board without the approval of the 22 governing bodies of its constituent public agencies.

23 c*(c) Eminent domain proceedings under this section
 24 may be instituted by the joint board only by authority of
 25 the governing bodies of the constituent public agencies of

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the joint board. If so authorized, such proceedings shall be
 instituted in the names of the constituent public agencies
 jointly, and the property so acquired shall be held by said
 the public agencies as tenants in common.

5 d*(d) The joint board shall may not dispose of any 6 airport, air navigation facility, or real property under its 7 jurisdiction except with the consent of the governing bodies 8 of its constituent public agencies. provided that Howevers 9 the joint board may, without such consent, enter into 10 contracts, leases, or other arrangements contemplated by 11 section 1-913 of this chapter.

12 ew(a) Any-resolutions Resolutions, rules, requirationsy 13 or orders of the joint board dealing with subjects 14 authorized by section 1-913 of this chapter shall become 15 effective only upon approval of the governing bodies of the constituent public agencies** provided-that However* upon 16 17 such approval, the resolutions, rules, requisions, or 18 orders of the joint board shall have the same force and 19 effect in the territories or jurisdictions involved as the 20 ordinances, resolutions, rules, requiretions, or orders of 21 each public agency would have in its own territory or 22 jurisdiction.

23 5w(5) For the purpose of providing the joint board
 24 with moneys for the necessary expenditures in carrying out
 25 the provisions of this section, a joint fund shall be

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1 created and maintained, into which shall be deposited the share of each of the constituent public agencies as provided 2 by the joint agreement. Any federal, state, or other grants, 3 contributions, or loansy and the revenues obtained from the 4 joint ownership, control, and operation of any airport or 5 air navigation facility under the jurisdiction of the joint A board shall be paid into the joint fund. Disbursements from 1 such fund shall be made by order of the board, subject to 8 the limitations prescribed in subsection 4(4) of this 9 section." 10 Section 9. Section 1-1101. R.C.M. 1947. is amended to 11

- 12 read as follows: 13 "1-1101. Department--of--community----offeirs---to---be 14 custodian---of--all--airplanes--owned--or--leased--by--state 15 Department as custodian of state airplanes. The department 15 of--community--affairs is hereby constituted designated the 17 custodian of all airplanes owned or leased by the state of 1 d Montana or its boards, commissions, or agencies." 19 Section 10. Repealer. Sections 1-829 through 1-832 and
- 20 1-1001 through 1-1005, R.C.M. 1947, are repealed.

-End-

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