# SENATE BILL 414

## IN THE SENATE

February	7, 1979	Introduced and referred to Committee on Finance and Claims
February	15, 1979	Fiscal note requested.
February	17, 1979	Committee recommend bill, do not pass.
February	21, 1979	Fiscal note returned.

2 INTRODUCED BY NOMAN VINCENT Tagus Kuly

A BILL FOR AN ACT ENTITLED: "AN ACT TO ESTABLISH A STATE
AID PAYMENT PROGRAM WHEN STATE-OWNED REAL PROPERTY IS
LOCATED IN A SCHOOL DISTRICT; PROVIDING A BASIS FOR
COMPENSATION; AND REPEALING SECTION 20-9-304, MCA."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HONTANA:

Section 1. Eligibility. computation, and payment of state-owned-property aid. (1) Whenever state-owned real estate or improvements, as defined in 15-1-101, that are insured for fire loss purposes are located within a school district, the school district shall be eligible for state-owned-property aid.

- (2) An eligible district shall apply to the superintendent of public instruction for the state-owned-property aid in the manner prescribed by the superintendent of public instruction.
  - (3) The superintendent of public instruction shall:
- (a) annually compute the state-owned-property aid payment by multiplying the current year's district and county mill levies for the applicant district by the adjusted value established in [section 3];
  - (b) distribute the state-owned-property aid among the

district and county funds on a basis proportional to their
mill levy amounts.

(4) The distribution of the state-owned-property aid must be deposited in the general fund of the district and is not a part of the state equalization aid but must be used to reduce the property tax in support of the general fund of the district.

Section 2. Department of administration to furnish values. The department of administration shall provide the superintendent of public instruction with values of state-owned real estate and improvements. In establishing the values, the department shall use values established for fire and allied lines insurance purposes.

Section 3. Comparable taxable value computation. The values reported by the department of administration shall be multiplied by the value of the tax rate established in 15-6-112 to determine the adjusted value, which is comparable to taxable value for property taxation purposes.

Section 4. Repealer. Section 20-9-304, MCA, is repealed.

-End-

#### STATE OF MONTANA

FISCAL NOTE

Request No.	380-79
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Form BD-15

In compliance with a written request received <u>February 15, 1979</u>, there is hereby submitted a Fiscal Note for <u>Senate Bill 414</u> pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly. Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

## DESCRIPTION OF PROPOSED LEGISLATION:

Senate Bill 414 establishes a state aid payment to school districts based on the value of state-owned real property in those school districts.

## FISCAL IMPACT:

This bill was killed in Senate Finance and Claims on February 17, 1979.

BUDGET DIRECTOR
Office of Budget and Program Planning

Office of Budget and Program Plannin
Date: 4/2//79