HOUSE BILL NO. 179

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INTRODUCED BY DONALDSON

IN THE HOUSE

January 13, 1981	Introduced and referred to Committee on Local Government.
January 15, 1981	Fiscal note requested.
January 21, 1981	Fiscal note returned.
February 16, 1981	Committee recommend bill do pass as amended. Report adopted.
February 17, 1981	Bill printed and placed on members' desks.
February 19, 1981	Second reading, do pass.
February 20, 1981	Correctly engrossed.
February 25, 1981	Third reading, passed. Ayes, 80; Nocs, 18. Transmitted to Senate.
IN 3	THE SENATE
March 3, 1981	Introduced and referred to Committee on Local Government.
March 26, 1981	Committee recommend bill be concurred in. Report adopted.
March 28, 1981	Second reading, pass consideration.
March 30, 1981	Second reading, concurred in.
March 31, 1981	On motion rules suspended. Bill allowed to be transmitted on 71st legislative day. Motion adopted.
	Third reading, concurred in. Ayes, 41; Noes, 9.

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		In The House	
April	1, 1981		Returned from Senate. Concurred. Sent to enrolling.
April	2, 1981		Correctly enrolled.
April	6, 1981		Signed by Speaker.
			Signed by President.
		Governor	
April	6, 1981		Delivered to Governor.
		In the House	
April	11, 1981		Returned from Governor with amendments.
April	20, 1981		Second reading, Governor's amendments concurred.
			On motion rules suspended and Governor's amendments placed on third reading this day. Transmitted to Senate.
		In The Senate	
April	21, 1981		Received from House.
April	22, 1981		Second reading, Governor's amendments not concurred.
		In The House	
April	23, 1981		Returned from Senate.
			On motion rules suspended to allow House to reconsider its action on the Governor's amendments. Motion adopted.
			Third reading, Governor's amendments not concurred.
		Governor	
April	29, 1981		Delivered to Governor.
			Signed by Governor.

INTRODUCED BY 1 2 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTIONS 5 76-4-105 AND 76-4-128, MCA, TO INCREASE THE LOT FEES CHARGED 6 FOR SERVICES RENDERED IN THE REVIEW OF SUBDIVISIONS; TO 7 ALLOH MORE REIMBURSEMENT TO LOCAL GOVERNMENTS PERFORMING 8 SUBDIVISION REVIEW FUNCTIONS."

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10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Section 76-4-105. MCA. is amended to read: 11 12 "76-4-105. Lot fees. (1) The department shall adopt 13 reasonable rules setting forth fees, not to exceed \$25 \$40 14 per parcel, for services rendered in the review of plats and 15 subdivisions. The rules shall provide for a schedule of 16 fees to be paid by the applicant for plat or subdivision 17 review to the department for deposit in the agency fund 18 provided for in 17-2-102. The fees shall be used for review of plats and subdivisions based on the complexity of the 19 20 subdivision, including but not limited to:

21 (a) number of lots in the subdivision;

(b) the type of water system to serve the development;
(c) the type of sewage disposal to serve the development; and

25 (d) the degree of environmental research necessary to

1 supplement the review procedure.

2 (2) The department shall adopt rules to determine the distribution of lot fees between the local governing body 3 and the department as provided in 76-4-128. When a 4 5 subdivision is reviewed under the master plan provisions of 76-4-124, the local governing body shall, within 20 days 6 7 after receiving an application under the Montana Subdivision 8 and Platting Act, distribute the lot fees as determined by 9 this subsection.

10 (3) A fee as described in this section is not required 11 for the review of subdivisions in which divisions are made 12 for the purpose of relocating common boundary lines unless 13 the division will result in the installation of additional 14 water supply or sewage disposal facilities."

15 Section 2. Section 76-4-123, MCA, is amended to read: 16 "76-4-128. Delegation of department review to local 17 government. (1) The department shall delegate to a local 18 government the authority to review a subdivision under this 19 part when the subdivision involves five or fewer parcels and 20 the local government has qualified personnel to adequately 21 review the water supply and sewage and solid waste disposal 22 facilities proposed for the subdivision.

(2) When a local government has conducted a review of
a subdivision containing five or fewer parcels pursuant to
this section, it shall advise the department of its

-2- INTRODUCED BILL

HB 179

recommendation for approval or disapproval of the
 subdivision. The department shall, within 10 days after
 receiving the recommendation of the local government, make a
 final decision on the subdivision.

5 (3) In delegating authority pursuant to this section, 6 the department shall enter into an agreement with the local 7 government wherein the department shall agree to transfer 8 not less than \$10 \$20 of the fee per parcel collected 9 pursuant to 76-4-105 to the local government for the review 10 of subdivisions containing five or fewer parcels."

Section 3. Saving clause. This act does not affect rights and duties that matured, penalties that were incurred, or proceedings that were begun before the effective date of this act.

Section 4. Nonseverability. It is the intent of the legislature that each part of this act is essentially dependent upon every other part; and if one part is held unconstitutional or invalid, all other parts are invalid.

-End-

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STATE OF MONTANA

BEQUEST NO. 103-81

FISCAL NOTE

Form BD-15

	mpliance with a written request received, $1/16/$, $19 \frac{81}{120}$, there is hereby submitted a Fiscal Note
for	HB 179 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA).
Backç	round information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members
of the	e Legislature upon request.
	CRIPTION OF PROPOSED LEGISLATION act to amend sections 76-4-105 and 76-4-128, MCA, to increase the lot fees charged

for services rendered in the review of subdivisions; to allow more reimbursement to local governments performing subdivision review functions.

ASSUMPTIONS

- 1. Approximately the same number of subdivisions will need processing as planned under the current law.
- The operational costs of the bureau will remain at the same level. 2.
- 3. The increase in revenue will be passed through to the local health agencies.
- 4. The staffing of the bureau is extended as if all 9 FTE's will be funded. However, due to a limitation on funding, only 6 position will be hired.

FISCAL IMPACT

Of the proposed \$120,000 additional revenue, approximately \$76,000 will be returned to the local health departments for their reviews during 1982. Of the proposed \$138,000 additional revenue in 1983, \$84,000 will be returned to the local health agencies. These funds are maintained in an earmarked revenue account and if an influx in reviews are necessary the additional 3 FTE's will be hired.

TECHNICAL NOTES

The proposed changes in the existing law only affect the utilization of the fees. Therefore, the Department of Health and Environmental Sciences has no concern regarding the technical makeup of the proposed law.

BUDGET DIRECTOR Office of Budget and Program Planning Date: _1-21-8

Approved by Comm. on Local Government

HOUSE BILL NO. 179 Introduced by Donaldsen

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTIONS 5 76-4-105 AND 76-4-128, MCA, TO INCREASE THE LOT FEES CHARGED 6 FOR SERVICES RENDERED IN THE REVIEW OF SUBDIVISIONS; TO 7 ALLOW MORE REIMBURSEMENT TO LOCAL GOVERNMENTS PERFORMING 8 SUBDIVISION REVIEW FUNCTIONS."

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

11 Section 1. Section 76-4-105, MCA, is amended to read: 12 "76-4-105. Lot fees. (1) The department shall adopt 13 reasonable rules setting forth fees, not to exceed \$25 \$40 14 \$30 per parcel, for services rendered in the review of plats 15 and subdivisions. The rules shall provide for a schedule of 16 fees to be paid by the applicant for plat or subdivision 17 review to the department for deposit in the agency fund 18 provided for in 17-2-102. The fees shall be used for review 19 of plats and subdivisions based on the complexity of the 20 subdivision, including but not limited to:

21 (a) number of lots in the subdivision;

(b) the type of water system to serve the development;
(c) the type of sewage disposal to serve the development; and

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(d) the degree of environmental research necessary to

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1 supplement the review procedure.

2 (2) The department shall adopt rules to determine the 3 distribution of lot fees between the local governing body 4 and the department as provided in 76-4-128. When a 5 subdivision is reviewed under the master plan provisions of 6 76-4-124, the local governing body shall, within 20 days 7 after receiving an application under the Montana Subdivision 8 and Platting Act, distribute the lot fees as determined by 9 this subsection.

10 (3) A fee as described in this section is not required 11 for the review of subdivisions in which divisions are made 12 for the purpose of relocating common boundary lines unless 13 the division will result in the installation of additional 14 water supply or sewage disposal facilities."

15 Section 2. Section 76-4-128, MCA, is amended to read: 16 "76-4-128. Delegation of department review to local 17 government. (1) The department shall delegate to a local 18 government the authority to review a subdivision under this 19 part when the subdivision involves five or fewer parcels and 20 the local government has gualified personnel to adequately 21 review the water supply and sewage and solid waste disposal 22 facilities proposed for the subdivision.

23 (2) When a local government has conducted a review of
24 a subdivision containing five or fewer parcels pursuant to
25 this section, it shall advise the department of its

-2- HB 179 SECOND READING

recommendation for approval or disapproval of the
 subdivision. The department shall, within 10 days after
 receiving the recommendation of the local government, make a
 final decision on the subdivision.

5 (3) In delegating authority pursuant to this section, 6 the department shall enter into an agreement with the local 7 government wherein the department shall agree to transfer 8 not less than \$10 \$20 \$15 of the fee per parcel collected 9 pursuant to 76-4-105 to the local government for the review 10 of subdivisions containing five or fewer parcels."

Section 3. Saving clause. This act does not affect rights and duties that matured, penalties that were incurred, or proceedings that were begun before the effective date of this act.

15 Section 4. Nonseverability. It is the intent of the 16 legislature that each part of this act is essentially 17 dependent upon every other part; and if one part is held 18 unconstitutional or invalid, all other parts are invalid.

-End-

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1		HOUSE BILL	NO. 179		
2	INT	RODUCED BY	DONALOSE	N	
3					
4	A BILL FOR AN ACT EN	TITLED: "	AN ACT	TO AMEND	SECTIONS
5	76-4-105 AND 76-4-128	, MCA, TO I	NCREASE	THE LOT FEES	CHARGED

6 FOR SERVICES RENDERED IN THE REVIEW OF SUBDIVISIONS; TO
7 ALLOW MORE REIMBURSEMENT TO LOCAL GOVERNMENTS PERFORMING
8 SUBDIVISION REVIEW FUNCTIONS."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 10 11 Section 1. Section 76-4-105. MCA, is amended to read: "76-4-105. Lot fees. (1) The department shall adopt 12 13 reasonable rules setting forth fees, not to exceed \$25 \$40 14 \$30 per parcel, for services rendered in the review of plats and subdivisions. The rules shall provide for a schedule of 15 16 fees to be paid by the applicant for plat or subdivision 17 review to the department for deposit in the agency fund 18 provided for in 17-2-102. The fees shall be used for review 19 of plats and subdivisions based on the complexity of the 20 subdivision, including but not limited to:

21 (a) number of lots in the subdivision;

(b) the type of water system to serve the development;
(c) the type of sewage disposal to serve the development; and

25 (d) the degree of environmental research necessary to

1 supplement the review procedure.

2 (2) The department shall adopt rules to determine the 3 distribution of lot fees between the local governing body 4 and the Jepartment as provided in 76-4-128. When a subdivision is reviewed under the master plan provisions of 5 76-4-124, the local governing body shall, within 20 days 6 7 after receiving an application under the Montana Subdivision and Platting Act, distribute the lot fees as determined by 8 9 this subsection.

10 (3) A fee as described in this section is not required 11 for the review of subdivisions in which divisions are made 12 for the purpose of relocating common boundary lines unless 13 the division will result in the installation of additional 14 water supply or sewage disposal facilities."

15 Section 2. Section 76-4-128, MCA, is amended to read: 16 "76-4-128. Delegation of department review to local 17 government. (1) The department shall delegate to a local 18 government the authority to review a subdivision under this 19 part when the subdivision involves five or fewer parcels and 20 the local government has qualified personnel to adequately 21 review the water supply and sewage and solid waste disposal 22 facilities proposed for the subdivision.

23 (2) When a local government has conducted a review of
24 a subdivision containing five or fewer parcels pursuant to
25 this section, it shall advise the department of its

-2- HB 179 THIRD READING

recommendation for approval or disapproval of the
 subdivision. The department shall, within 10 days after
 receiving the recommendation of the local government, make a
 final decision on the subdivision.

5 (3) In delegating authority pursuant to this section, 6 the department shall enter into an agreement with the local 7 government wherein the department shall agree to transfer 8 not less than \$10 \$20 \$15 of the fee per parcel collected 9 pursuant to 76-4-105 to the local government for the review 10 of subdivisions containing five or fewer parcels."

Section 3. Saving clause. This act does not affect rights and duties that matured, penalties that were incurred, or proceedings that were begun before the effective date of this act.

15 Section 4. Nonseverability. It is the intent of the 16 legislature that each part of this act is essentially 17 dependent upon every other part; and if one part is held 18 unconstitutional or invalid, all other parts are invalid.

-End-

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1	HOUSE BILL NO. 179	1	supplement the review procedure.
2	INTRODUCED BY DONALDSON	2	(2) The department shall adopt rules to determine the
3		3	distribution of lot fees between the local governing body
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTIONS	4	and the department as provided in 76-4-128. When a
5	76-4-105 AND 76-4-128. MCA. TO INCREASE THE LOT FEES CHARGED	5	subdivision is reviewed under the master plan provisions of
6	FOR SERVICES RENDERED IN THE REVIEW OF SUBDIVISIONS; TO	6	76-4-124, the local governing body shall, within 20 days
7	ALL'OW MORE REIMBURSEMENT TO LOCAL GOVERNMENTS PERFORMING	7	after receiving an application under the Montana Subdivision
8	SUBDIVISION REVIEW FUNCTIONS."	8	and Platting Act, distribute the lot fees as determined by
9		9	this subsection.
10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	10	(3) A fee as described in this section is not required
11	Section 1. Section 76-4-105, MCA, is amended to read:	11	for the review of subdivisions in which divisions are made
12	"76-4-105. Lot fees. (1) The department shall adopt	12	for the purpose of relocating common boundary lines unless
13	reasonable rules setting forth fees, not to exceed \$25 <u>\$40</u>	13	the division will result in the installation of additional
14	<u>\$30</u> per parcel, for services rendered in the review of plats	14	water supply or sewage disposal facilities."
15	and subdivisions. The rules shall provide for a schedule of	15	Section 2. Section 76-4-128, MCA, is amended to read:
16	fees to be paid by the applicant for plat or subdivision	16	"76+4-128. Delegation of department review to local
17	review to the department for deposit in the agency fund	17	government. (1) The department shall delegate to a local
18	provided for in 17-2-102. The fees shall be used for review	18	government the authority to review a subdivision under this
19	of plats and subdivisions based on the complexity of the	19	part when the subdivision involves five or fewer parcels and
20	subdivision, including but not limited to:	20	the local government has qualified personnel to adequately
21	(a) number of lots in the subdivision;	21	review the water supply and sewage and solid waste disposal
22	(b) the type of water system to serve the development;	22	facilities proposed for the subdivision.
23	(c) the type of sewage disposal to serve the	23	(2) When a local government has conducted a review of
24	development; and	24	a subdivision containing five or fewer parcels pursuant to
25	(d) the degree of environmental research necessary to	25	this section, it shall advise the department of its

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REFERENCE BILL

-2-

recommendation for approval or disapproval of the
 subdivision. The department shall, within 10 days after
 receiving the recommendation of the local government, make a
 final decision on the subdivision.

5 (3) In delegating authority pursuant to this section. 6 the department shall enter into an agreement with the local 7 government wherein the department shall agree to transfer 8 not less than \$10 \$20 \$15 of the fee per parcel collected 9 pursuant to 76-4-105 to the local government for the review 10 of subdivisions containing five or fewer parcels."

Section 3. Saving clause. This act does not affect rights and duties that matured, penalties that were incurred, or proceedings that were begun before the effective date of this act.

15 Section 4. Nonseverability. It is the intent of the 16 legislature that each part of this act is essentially 17 dependent upon every other part; and if one part is held 18 unconstitutional or invalid, all other parts are invalid.

-End-

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April 10, 1981

PROPOSED GOVERNOR'S AMENDMENTS TO HOUSE BILL NO. 179; REFERENCE COPY AS FOLLOWS:

1. Page 1, Line 14 Following: Line 13 Delete: \$30 Insert: \$35



TED SCHWINDEN GOVERNOR State of Montana Office of the Gavernor Helena 39620

April 10, 1981

The Honorable Jean A. Turnage President of the Senate State Capitol Helena, Montana 59620

The Honorable Robert L. Marks Speaker of the House State Capitol Helena, Montana 59620

Dear Senator Turnage and Representative Marks:

In accordance with the power vested in me as Governor by the Constitution and the laws of the State of Montana, I hereby return House Bill No. 179, "AN ACT TO AMEND SEC-TIONS 76-4-105 AND 76-4-128, MCA, TO INCREASE THE LOT FEES CHARGED FOR SERVICES RENDERED IN THE REVIEW OF SUBDIVISIONS; TO ALLOW MORE REIMBURSEMENT TO LOCAL GOVERNMENTS PERFORM-ING SUBDIVISION REVIEW FUNCTIONS," without my signature and recommend the attached amendment for the following reasons.

House Bill No. 179 as passed, authorizes the Department of Health and Environmental Sciences to adopt rules setting forth fees, not to exceed \$30 per parcel, for services rendered in the review of plats and subdivisions. This \$30 fee represents a \$5 increase over the present \$25 review fee.

House Bill No. 179 also requires the Department to transfer not less than \$15 per parcel of the fee collected, to the local government that has agreed to assist the Department in its subdivision review. This minimum transfer of at least \$15 to the local government represents a \$5 increase over the present \$10 reimbursement. Senator Turnage and Representative Marks April 10, 1981 Page Two

Therefore, under House Bill No. 179, the \$5 increase in the fee collected by the Department goes to the local government. There is no question that local governments assisting the Department in its review of smaller subdivisions need this increased level of reimbursement. In order to maintain the existing six FTE's in the subdivision Bureau of the Department, however, an additional \$5 increase in the per parcel review fee collected is necessary.

I am proposing an amendment which will increase the per parcel review fee collected from \$30 to \$35, and allowing this increase to remain with the Department. This increase will enable the Department to review subdivisions in a timely manner as required by law.

I urge your concurrence in this amendment.

sincorely,

Governor