

House Bill 627

In The House

February 3, 1981	Introduced and referred to Committee on Taxation.
February 5, 1981	Fiscal note requested.
February 10, 1981	Fiscal note returned.
April 23, 1981	Died in Committee.

1 HOUSE BILL NO. 627  
2 INTRODUCED BY Boyd D.

3  
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO ALLOCATE REVENUE  
5 COLLECTED ON CERTAIN CENTRALLY ASSESSED PROPERTY IN A COUNTY  
6 TO LOCAL GOVERNMENTS IN THE COUNTY ON A POPULATION BASIS;  
7 AMENDING SECTION 15-23-105, MCA."

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

10 Section 1. Section 15-23-105, MCA, is amended to read:

11 "15-23-105. Apportionment among counties ==  
12 distribution of revenue. (1) The department shall apportion  
13 the value of property assessed under 15-23-101, 15-23-202 or  
14 15-23-403 among the counties in which such property is  
15 located. Apportionment shall be on a mileage basis or on the  
16 basis of the original installed cost of the centrally  
17 assessed property located in the respective counties. If the  
18 property is of such a character that its value cannot  
19 reasonably be apportioned on the basis of mileage or on the  
20 basis of the original installed cost of the centrally  
21 assessed property located in the respective counties, the  
22 department may adopt such other method or basis of  
23 apportionment as may be just or proper.

24 ~~(2) (a) The county treasurer shall distribute the~~  
25 ~~taxes collected under 15-23-101(2) to the county and to all~~

1 ~~the incorporated cities and towns within the county in the~~  
2 ~~following manner. The county receives the available money~~  
3 ~~multiplied by the ratio of the rural population to the~~  
4 ~~county population. Each incorporated municipality receives~~  
5 ~~the available money multiplied by the ratio of the~~  
6 ~~population of the incorporated municipality to the county~~  
7 ~~population. The rural population is that population of the~~  
8 ~~county living outside the boundaries of an incorporated~~  
9 ~~municipality. Population shall be based on the most recent~~  
10 ~~figures as determined by the department of community~~  
11 ~~affairs.~~

12 ~~(b) The money distributed under this subsection may be~~  
13 ~~used for any purpose as determined by the governing body of~~  
14 ~~the county, city, or town."~~

-End-

-2- INTRODUCED BILL  
HB 627

## STATE OF MONTANA

REQUEST NO. 307-81

## FISCAL NOTE

Form BD-15

In compliance with a written request received February 7, 19 81, there is hereby submitted a Fiscal Note for House Bill 627 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA).

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

An act to allocate revenue collected on certain centrally assessed property in a county to local governments in the county on a population basis.

Assumptions

1. The properties centrally assessed include all properties described in Section 15-23-101.
2. Taxes charged for centrally assessed property would be based on the total mill levy for taxing jurisdictions within each school district.
3. Distribution of taxes collected on centrally assessed property would be only to the counties, cities, and towns and not to the state, school districts or other taxing jurisdictions.
4. Centrally assessed property tax revenues would increase by 5% for fiscal year 1983.

Local Impact

Effect on tax revenue by source:

	FY 1982			FY 1983		
	Estimated Amount Under Current Law	Estimated Amount Under Proposed Law	Estimated Increase (Decrease)	Estimated Amount Under Current Law	Estimated Amount Under Proposed Law	Estimated Increase (Decrease)
State (University Levy	\$ 1,622,082	\$	\$(1,622,082)	\$ 1,703,186	\$	\$(1,703,186)
County	10,502,724	26,228,755	15,726,031	11,027,860	27,540,192	16,512,332
Schools	29,916,695		(29,916,695)	31,412,530		(31,412,530)
Misc.	2,524,938		(2,524,938)	2,651,184		(2,651,184)
Cities & Towns	<u>6,442,419</u>	<u>24,780,103</u>	<u>18,337,684</u>	<u>6,764,540</u>	<u>26,019,108</u>	<u>19,254,568</u>
TOTAL REVENUE	<u>\$51,008,858</u>	<u>\$51,008,858</u>	<u>\$ 0</u>	<u>\$53,559,300</u>	<u>\$53,559,300</u>	<u>\$ 0</u>

BUDGET DIRECTOR

Office of Budget and Program Planning

Date: David M. Lewis2-10-81