

House Bill 638

In The House

February 4, 1981	Introduced and referred to Committee on State Administration.
February 12, 1981	Fiscal note requested.
February 17, 1981	Fiscal note returned.
April 23, 1981	Died in Committee.

1 except cities and towns of the first or second class, which
 2 has a fire department relief association entitled by law to
 3 receive payments. The warrant shall be for the use and
 4 benefit of the association. It shall be for an amount equal
 5 to 1 1/2 mills of the total taxable value of the city or
 6 town and shall be paid out of the premium taxes on insurance
 7 risks enumerated in subsection (6) collected by the state
 8 auditor.

9 (5) If the payment provided for in subsection (4) is
 10 less than \$100, an additional payment shall be made from the
 11 same tax moneys so that the total amount received is \$100.

12 (6) The risks referred to in subsections (1) and (4)
 13 are:

14 (a) insurance of houses, buildings, and all other
 15 kinds of property against loss or damage by fire or other
 16 casualty;

17 (b) all kinds of insurance on goods, merchandise, or
 18 other property in the course of transportation, whether by
 19 land, water, or air;

20 (c) insurance against loss or damage to motor vehicles
 21 resulting from accident, collision, or marine and inland
 22 navigation and transportation perils;

23 (d) insurance of growing crops against loss or damage
 24 resulting from hail or the elements;

25 (e) insurance against loss or damage by water to any

1 goods or premises arising from the breakage or leakage of
 2 sprinklers, pumps, or other apparatus;

3 (f) insurance against loss or legal liability for loss
 4 because of damage to property caused by the use of teams or
 5 vehicles, whether by accident or collision or by explosion
 6 of any engine, tank, boiler, pipe, or tire of any vehicle;
 7 and

8 (g) insurance against theft of the whole or any part
 9 of any vehicle.

10 (7) On July 1 of each year the treasurer of each
 11 association shall calculate the total amount of service,
 12 disability, and survivorship benefits paid to members and
 13 their beneficiaries during the previous fiscal year and the
 14 total amount of the disability and pension fund as of July
 15 1. If the amount of payment is greater than the amount of
 16 the fund, the treasurer shall report this difference to the
 17 state auditor before July 31 of each year. The state auditor
 18 shall pay the difference out of the premium taxes on
 19 insurance risks enumerated in subsection (6) to the
 20 treasurer of the appropriate association at the same time as
 21 and in addition to the state contributions made under this
 22 section."

23 Section 2. Effective date. This act is effective on
 24 passage and approval.

-End-

STATE OF MONTANA

REQUEST NO. 362-81

FISCAL NOTE

Form BD-15

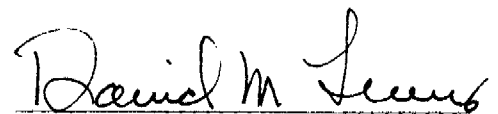
In compliance with a written request received February 12, 19 81, there is hereby submitted a Fiscal Note for House Bill 638 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA). Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

Description of Proposed Legislation

To provide additional funding to fire department relief associations from the insurance premium tax when benefit payments during the preceding fiscal year exceed the amount of the disability and pension funds.

Fiscal Impact

No fiscal impact is anticipated under this proposal. The measure would only be operative in the event contributions from the city or state were substantially reduced, or if a municipality goes bankrupt.



BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 2/18/81
