## SENATE JOINT RESOLUTION NO. 23

# INTRODUCED BY GOODOVER, TURNAGE

## BY REQUEST OF THE SENATE TAXATION COMMITTEE

## IN THE SENATE

March	12, 1983	Introduced and referred to Committee on Taxation.
March	30, 1983	Committee recommend bill do pass as amended. Report adopted.
March	31, 1983	Bill printed and placed on members' desks.
April	4, 1983	Second reading, do pass.
April	5, 1983	Correctly engrossed.
	5	Third reading, passed. Ayes, 47; Noes, 1. Transmitted to House.

#### IN THE HOUSE

April 6, 1983	Introduced and referred to Committee on Taxation.
April 13, 1983	Committee recommend bill be concurred in as amended. Report adopted.
April 14, 1983	Second reading, concurred in.
April 15, 1983	Third reading, concurred in.

#### IN THE SENATE

April	15	,	1	9	8	3
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Returned to Senate with amendments.

April 20, 1983

Second reading, amendments concurred in.

April 21, 1983

Third reading, amendments concurred in. Ayes, 48; Noes, 2.

Sent to enrolling.

Reported correctly enrolled.

48th Legislature SJR 0023/02

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Approved by committee
On Taxation

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2	INTRODUCED BY GOODOVER, TURNAGE
3	BY REQUEST OF THE SENATE TAXATION COMMITTEE
4	
5	A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF
6	REPRESENTATIVES OF THE STATE OF MONTANA REQUESTING AN
7	INTERIM STUDY OF TAX CREDITS. TAX DEDUCTIONS. TAX
8	EXCLUSIONS AND IAX EXEMPTIONS: AND REQUIRING A REPORT OF
9	THE FINDINGS OF THE STUDY TO THE 49TH LEGISLATURE.
ιo	
11	WHEREAS, the Legislature attempts to encourage various
L 2	activities and conduct by providing tax credits to persons
13	or entities who engage in the encouraged activities or
l 4	conduct; and
15	ASEREAS: THE LEGISLATURE ALLOWS TAX DEDUCTIONS: TAX
16	EXCLUSIONS - AND IAX EXEMPTIONS IN AN ATTEMPT TO FURTHER THE
17	PUBLIC POLICY OF THE STATE OF MONTANA: AND
18	MHEREAS, the cost to the State of the various tax
19	credits. IAX DEDUCTIONS. IAX EXCLUSIONS. AND IAX EXEMPTIONS
20	is significant; in the case of the investment tax credit,
21	the cost is \$10 million per year; and
22	WHEREAS, there is no review of the effect of the tax
23	credits. IAX DEDUCTIONS. IAX EXCLUSIONS. AND IAX EXEMPTIONS
24	to determine if they actually <u>PROMOTE THE PUBLIC POLICY OF</u>
25	encourage the activities and conduct they are intended to

SJR 0023/02

1	encourage:	and

- 2 HHEREAS, MANY DE THE TAX LAWS OF THE STATE DE MONTANA
- 3 ARE ILEO DIRECTLY TO THE FEDERAL TAX LAWS AND A CHANGE IN
- 4 THE FEDERAL TAX LAMS AUTOMATICALLY CHANGES MONIANA'S TAX
- 5 LANS: AND

9

- MHEREAS, there is no review to identify the class of
- 7 taxpayers that benefits from each tax credit. IAX\_DEDUCTION.
- 8 IAX EXCLUSION. AND IAX EXEMPTION.
- 10 NOW. THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE
- 11 OF REPRESENTATIVES OF THE STATE OF MONTANA:
- 12 That the Revenue Oversight Committee is requested to:
- 13 (1) identify each tax credit, its IAX DEDUCTION. TAX
- 14 EXCLUSION: AND TAX EXEMPTION: THEIR cost to the State, and
- 15 its IHEIR benefit to the State;
- 16 (2) identify the underlying legislative purpose of
- 17 each tax credits IAX DEDUCTION: IAX EXCLUSION: AND TAX
- 18 EXEMPLION;
- 19 (3) study the effectiveness of each tax credit. TAX
- 20 <u>DEBUCTION: IAX EXCLUSION: AND IAX EXEMPTION</u> in achieving its
- 21 underlying legislative purpose; and
- 22 (4) identify the class of taxpayers who benefit from
- 23 each tax credit: IAX DEDUCTION: IAX EXCLUSION: AND IAX
- 24 EXEMPTION.
- 5 BE IT FURTHER RESOLVED, that the Committee report the

-2- SJR 23

SECOND READING

- 1 findings of the study to the 49th Legislature and, if
- 2 necessary, draft legislation to implement its
- 3 recommendations.

-End-

48th Legislature SJR 0023/02

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SJR 0023/02

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- 3 recommendations.

-End-

HOUSE TAXATION COMMITTEE AMENDMENTS TO SJR 23, THIRD READING COPY, BLUE APRIL 12, 1983

1. Page 1, line 18. Following: ", the" Strike: "cost to" Insert: "effect on"

AND AS AMENDED BE CONCURRED IN

48th Legislature SJR 0023/03 SJR 0023/03

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